Florida Comprehensive Annual Financial Report

Homosassa Springs

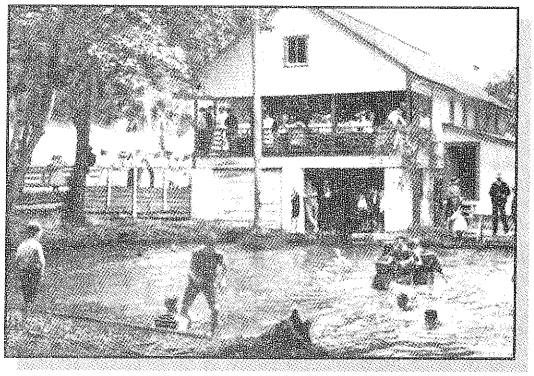
2001

Robert F. Milligan
Comptroller

Fiscal Year Ended June 30, 2001

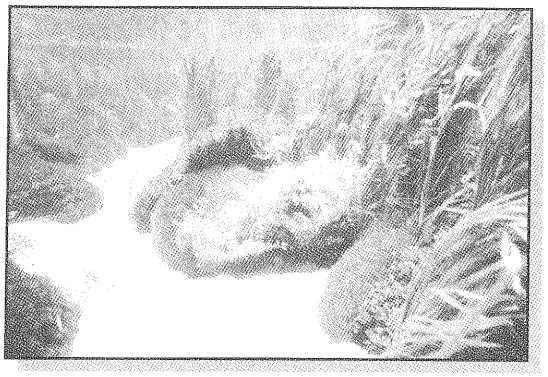
Florida's Springs

Florida's springs provide immeasurable natural, recreational, and economic values for residents and visitors. Geologists estimate that there are nearly 600 springs in the State of Florida, representing what may be the largest concentration of freshwater springs on Earth. Archaeological evidence indicates that humans have been attracted to Florida's life-giving springs for thousands of years. In addition, Florida's springs have provided a major contribution to the State's economy for over a century. Springs became Florida's first major tourist attraction. Health resorts at several Florida springs attracted thousands of tourists to the State around 1900.



Wekiwa Springs, 1910
Source unknown

The twelve state parks named for springs in Florida collect over $7 million in revenue annually and attract over 2 million visitors a year. Available information indicates that private parks featuring springs contribute millions of dollars to Florida's economy per year, making springs important contributors to Florida's tourist economy. Some of the activities associated with these parks include camping, canoeing, nature trails, picnicking, scuba and cave diving, and swimming.



Ichetucknee Springs
Photo by Charles Dutoit

Ginnie Springs
Photo by Jim Stevenson

Source: Florida Springs Task Force Report, November 2000

Cover photo by James A. Stevenson
Back cover photo by John Moran

STATE OF FLORIDA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year
Ended June 30, 2001

JEB BUSH
GOVERNOR

ROBERT F. MILLIGAN
COMPTROLLER

Prepared by the Office of the Comptroller

This document and related information is available via the Office of the Comptroller's home page: www.dbf.state.fl.us

ACKNOWLEDGEMENTS

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- Special appreciation is given to all fiscal and accounting personnel throughout the State whose extra efforts to contribute financial data for their agencies made this report possible.
- Graphics were designed by Jeremy Hobbs, a student at Tallahassee Community College, Tallahassee, Florida, under the direction of Rick Rice of the TCC Graphic Design Technology Program.
- Special thanks to John Moran for the beautiful photographs of Florida's springs, which were used on the back cover and several divider pages in this document.
- Special thanks also to James Stevenson at the Florida Department of Environmental Protection for the use of his photographs (including the front cover) and guidance in compiling information on Florida's springs presented in this publication.

This report highlights Florida's springs, which provide immeasurable natural, recreational and economic values for residents of and visitors to Florida. Geologists estimate that there are over 600 springs in the State of Florida, representing what may be the largest concentration of freshwater springs on Earth. The twelve state parks named for springs collect over $7 million in revenues annually and attract over two million visitors a year. For more information on Florida's springs, you may view the Florida Springs Task Force Report on the Florida Department of Environmental Protection's website at *http://www.dep.state.fl.us.*

STATE OF FLORIDA
COMPTROLLER'S OFFICE

THE COMPTROLLER...HAS BEEN THOUGHT OF FIRST OF ALL AS THE "WATCHDOG OF THE PUBLIC TREASURY." THIS ROLE IS EMPHASIZED IN THE OFFICIAL SEAL OF THE OFFICE. IT SHOWS A LARGE SAFE GUARDED BY A DOG WITH THE WORD DEFENDO BENEATH. DEFENDO MEANS *"I DEFEND."*

The Florida Handbook, 27th Edition, 1999-2000 by Allen Morris

VISION

Defines our goals for the future.

- A department based on the core values of Honesty, Integrity, Trust, Responsibility, Accountability, and concern for People.
- A department that provides the public with timely, accurate, and accessible financial information, assuring that the government of Florida is fiscally sound.
- A department that is a leader in the design and implementation of the Integrated Financial Management System.
- A department that provides for the protection of citizens' financial interests and advocates a positive, competitive environment for the industries regulated.
- A department that uses efficient and effective business practices, state of the art technology and electronic commerce in meeting the needs of its regulatory and public customers.

MISSION

States why we exist as a department and what we want to achieve for the citizens of the State of Florida.

- The Office of Comptroller/ Department of Banking and Finance serves as the "Watchdog" of public funds.
- Defends and protects the financial interests of Florida citizens through the conduct of our constitutional and regulatory responsibilities.
- Advocates a positive, competitive environment for those industries that the Department oversees.

GOALS

- Modernize state financial information systems and processes.
- Ensure that financial accounts reported as Unclaimed Property are accurately identified, recovered and returned to the legal owners.
- Increase protection of consumers' financial interests by ensuring fair treatment by the regulated financial services industries.
- Improve and modernize core business processes for the regulation of the financial services industry.
- Increase protection of citizens' financial interests by bringing to bear the full extent of enforcement authority on those individuals or entities that conduct fraudulent or illegal financial services activities.
- Maintain a competitive state banking system.

2001 COMPREHENSIVE ANNUAL FINANCIAL REPORT
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INTRODUCTORY SECTION

OFFICE OF COMPTROLLER
DEPARTMENT OF BANKING AND FINANCE
STATE OF FLORIDA
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32399-0350

ROBERT F. MILLIGAN
COMPTROLLER OF FLORIDA

January 18, 2002

The Honorable Jeb Bush
Governor of Florida
Plaza Level 01, The Capitol
Tallahassee, Florida 32399

Dear Governor Bush:

It is my pleasure to submit to you the Comprehensive Annual Financial Report of the State of Florida for the year ended June 30, 2001. This report has been prepared in conformance with generally accepted accounting principles as prescribed in pronouncements of the Governmental Accounting Standards Board (GASB). It is a comprehensive presentation of the State's financial and operating activities during the past fiscal year. The accuracy and completeness of the presentation are the responsibility of the State.

The Reporting Entity

The reporting entity consists of the State Legislative agencies, departments, boards and commissions of the Executive branch, offices relating to the Judicial branch, and component units of the State. Criteria for defining the reporting entity, identified and described in the GASB's Codification of Governmental Accounting and Financial Reporting Standards, Sections 2100 and 2600, were used. These criteria are used to evaluate potential component units for which the State is financially accountable, and other organizations for which the nature and significance of their relationship with the State are such that exclusion would cause the State's financial statements to be misleading or incomplete. The reporting entity is further described in Note 1 to the financial statements.

Financial Statement Presentation

This report is presented in three sections: the introduction, the financial section and the statistical and economic data. The introductory section contains this transmittal letter, an organizational chart, a listing of principal State officials and graphs of governmental funds' revenues and expenditures. The financial section includes the auditor's report, the general purpose financial statements, notes to the financial statements, required supplementary information, and the combining statements for all funds and account groups. The statistical and economic data section includes various schedules and information regarding the finances and demographics of the State.

Because of the large number of funds used by the State agencies and departments, each fund could not be displayed in the combining statements and maintain a meaningful presentation. Therefore, funds were combined by department, i.e. function, and the most significant are described individually.

Accounting System and Budgetary Control

Section 215.93, Florida Statutes, amended by the Laws of Florida, Chapter 97-286, established the Florida Financial Management Information System (FFMIS). The FFMIS Act requires the design and implementation of a unified management information system, which contains five subsystems. One of the five subsystems designated by the Legislature is the Florida Accounting Information Resource (FLAIR) Subsystem. My office is responsible for the design, implementation and operation of FLAIR.

FLAIR is a computer-based, double entry general ledger accounting system. It provides the capability to account for governmental operations on the modified accrual basis and to account for Proprietary, Nonexpendable Trust, Pension, Investment Trust, and State University System funds' operations on the accrual basis. Internal

accounting controls are in place to provide reasonable assurance regarding the safeguarding of assets and reliability of financial records for the preparation of financial statements and maintaining accountability.

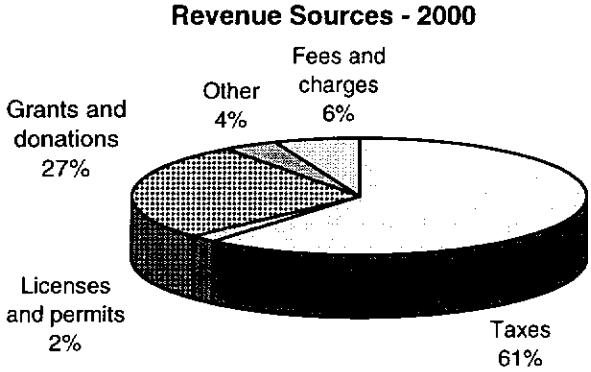
While the departmental component of FLAIR provides agency management with a budgetary check mechanism, the Comptroller's central accounting component (also part of FLAIR) maintains a separate accounting system on the cash basis for the control of budget by line item of the appropriations act. Overspending is strictly prohibited by Florida law.

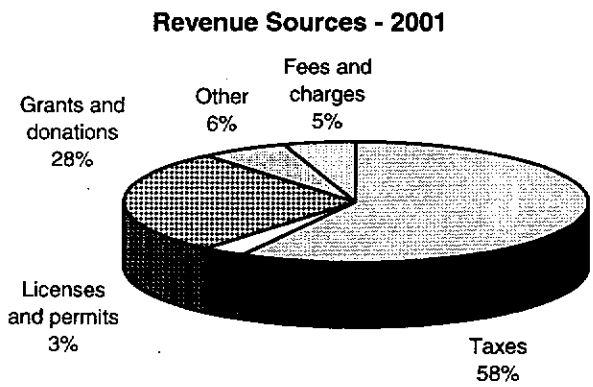
Florida certifies forward liabilities and encumbrances at June 30 and has a six-month period to liquidate these obligations. Unexpended certified forward budget reverts on December 31. Goods or services for all fund types received on or before June 30 are recorded as liabilities and expenditures or expenses, whichever is appropriate. For governmental type funds, certified forward disbursements for goods or services encumbered as of June 30 are appropriately reported as a reserve of fund balance at June 30, and not as liabilities or expenditures.

General Governmental Functions

Governmental funds include general, special revenue, capital projects and debt service funds. These funds are presented on the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available to finance current expenditures. The amounts of governmental fund revenues from various sources for the fiscal years 2000 and 2001 are shown below (in thousands):

	Amount		Amount of Change	Percent of Total	
Revenue Sources	**2000**	**2001**		**2000**	**2001**
Taxes	$ 24,111,360	$ 24,672,588	$ 561,228	61	58
Licenses and permits	964,842	1,072,897	108,055	2	3
Fees and charges	2,092,697	2,051,850	(40,847)	6	5
Grants and donations	10,492,022	12,056,577	1,564,555	27	28
Investment earnings	559,638	849,832	290,194	1	2
Fines, forfeitures and judgments	826,426	923,570	97,144	2	2
Flexible benefits contributions	62,230	62,881	651	.....	.....
Refunds	560,451	648,819	88,368	1	2
Other revenues	369	93,292	92,923	.....	.....
Totals	$ 39,670,035	$ 42,432,306	$ 2,762,271	100	100



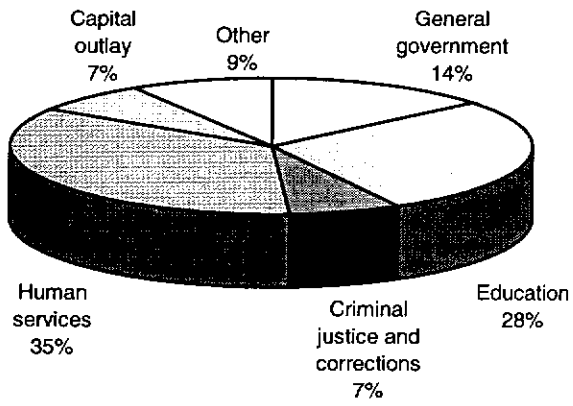


Revenues for governmental funds totaled $42.4 billion in fiscal year 2001, an increase of 7.0% over the previous year. Expenditures for governmental fund types totaled $40.9 billion in fiscal year 2001, an 8.6% increase from the previous year. The amount of expenditures by function for fiscal years 2000 and 2001 are shown below (in thousands):

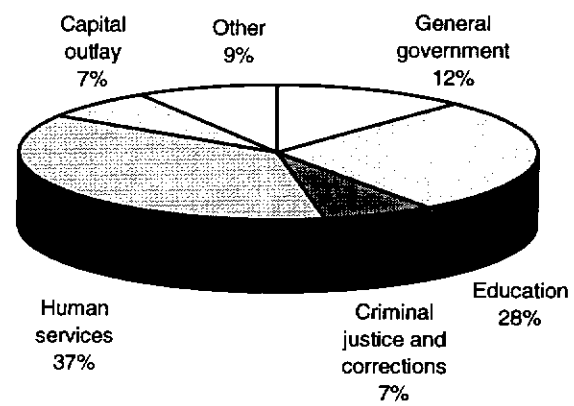
	Amount		Amount of Change	Percent of Total	
	2000[1]	2001		2000[1]	2001
Function					
General government	$ 5,326,723	$ 4,960,492	$ (366,231)	14	12
Education	10,452,353	11,398,475	946,122	28	28
Human services	13,062,612	14,904,923	1,842,311	35	37
Criminal justice and corrections	2,705,392	2,866,308	160,916	7	7
Natural resources and environment	1,000,962	1,215,071	214,109	3	3
Transportation	904,117	994,832	90,715	2	2
State courts	239,137	278,505	39,368	1	1
Capital outlay	2,855,857	2,988,018	132,161	7	7
Debt service	1,128,248	1,298,710	170,462	3	3
Totals	$ 37,675,401	$ 40,905,334	$ 3,229,933	100	100

[1] *Restated to reflect adoption of new functional classification.*

Expenditures by Function - 2000[2]



Expenditures by Function - 2001



[2] *Restated to reflect adoption of new functional classification.*

Total fund balance at June 30, 2001, for all governmental fund types, was $10.16 billion compared to $10.57 billion at June 30, 2000. Of the June 30, 2001 fund balance, $5.17 billion represents unreserved fund balance which is $1.30 billion less than the $6.47 billion last year.

Proprietary Funds

The Department of the Lottery is the largest enterprise fund in the State. In comparison to the year ended June 30, 2000, combined enterprise fund operating revenues remained about the same at $2.7 billion in 2001 and operating expenses remained about the same at $1.6 billion. In addition to the Department of Lottery, other major enterprise funds account for the operations of the Department of Transportation's toll and turnpike facilities.

Combined internal service fund operating revenues increased from $1.12 billion in 2000 to $1.17 billion in 2001, while operating expenses increased from $1.07 billion in 2000 to $1.17 billion in 2001. The Department of Management Services has the largest internal service fund, and the principal services provided include the State Employees Health Insurance Program, facilities management, data processing, motor pool, and telephone communications.

Debt Administration

Florida maintains a high bond rating from Moody's Investors Services (Aa2), Standard and Poor's Corporation (AA+) and Fitch, Inc. (AA) on all State general obligation bonds. Outstanding general obligation bonds at June 30, 2001, totaled approximately $9.4 billion and were issued to finance capital outlay for educational projects of local school districts, community colleges and state universities, environmental protection and highway construction.

State general obligation bonds issued during the fiscal year ended June 30, 2001, were as follows (in thousands):

	Amount	Interest Rates
State Board of Education		
PECO Series 1999-E	$ 167,200	4.000 to 5.500%
PECO Series 2000-A	$ 200,000	5.000 to 5.750%
PECO Series 2001-A	$ 250,420	4.250 to 5.500%
PECO Series 2001-B	$ 341,540	3.500 to 5.500%
Capital Outlay Series 2001-A	$ 31,585	4.100 to 5.250%
Lottery Education Series 2000-C	$ 150,000	4.375 to 5.750%

More detailed information about outstanding bonds can be found in the notes to the financial statements and statistical section of this report.

Retirement System

Assets (market value) available for benefits for the Florida Retirement System were $97.2 billion at June 30, 2001. The latest actuarial valuation of the Florida Retirement System prepared as of July 1, 2001, indicated that the actuarial value of the assets available for benefits funded 117.93 percent of the actuarial accrued liability under the entry age normal cost method. Similar to other large pension funds around the country, the State of Florida's Pension Trust Fund had a disappointing year. The downturn in the stock market as of the end of the fiscal year contributed to the decline in net assets of the Fund of approximately $8.6 billion (or 8.17 percent). However, at June 30, 2001, the Fund's surplus funded ratio of 117.93 percent is consistent with the surplus funded ratio of 118.09 percent at the end of fiscal year 2000. Although investments in the Pension Trust Fund suffered as a result of the September 11, 2001, attacks on New York and Washington D.C., the Fund has rebounded to levels prior to the attacks.

Economic Condition and Outlook

The National Bureau of Economic Research recently announced that the longest economic expansion in U.S. history ended in March 2001 - the expansion's tenth anniversary. While U.S. Gross Domestic Product (GDP) expanded through June 2001, growth had started weakening in the second quarter of 2000. In an effort to counter this weakness, the Federal Reserve made aggressive, successive interest rate cuts. However, the September terrorist attacks acerbated the weakness in GDP growth. To promote consumer spending and bring the economy out of a recession, the Federal Reserve cut its target for the short-term federal funds rate ten times this year - three times since the attacks – reducing it to 2.0 percent, the rate's lowest level since 1962. With airports in the U.S. shutdown for a week and the New York Stock Exchange closed for several days, the U.S. economy slumped further. When trading resumed, the stock markets experienced one of the largest price drops in U.S. history. The U.S. GDP forecast, which projected positive growth prior to the September 11 incident, plunged. Revised forecasts showed negative growth rates for the last two quarters of 2001. Also, consumer confidence tumbled dramatically as consumers became wary about the possibility of future terrorist attacks and further economic slowdown.

In spite of these challenges, U.S. economic fundamentals remain strong. With aggressive and successive interest cuts by the Federal Reserve, the recession is expected to be short and shallow. Also, the recession's effects will be tempered by the Federal government's proposed multi-billion dollar economic stimulus package. The economy will show major declines in the 2001-2002 fiscal year, but will improve in the succeeding fiscal year. The GDP growth rate, previously at 2.7 percent, is expected to be only 0.1 percent in 2001-2002, due to losses in the last two quarters of 2001. However, the GDP is expected to recover in 2002-2003, growing at 3.6 percent.

On the investment side, low interest rates should help firms obtain lower cost capital. This will encourage firms to expand operations once rising demand for products is sustained. Nonresidential investment in private production of durable goods, which declined 9.3 percent this year, is expected to rebound in 2002-2003, growing at 7.3 percent. The gross fixed private nonresidential investment is projected to decline 5.8 percent in 2001-2002, but is anticipated to increase 3.2 percent the next year. Increased investment is critical in any economic recovery as jobs are created through more investments and income is generated through jobs and increased output.

Real aggregate consumption has been dampened by the recession, but consumption is still expected to grow by 1.3 percent in 2001-2002. This is a sharp contrast from the robust growth of 5.1 percent in 1999-2000 and 4.0 percent in 2000-2001. With the anticipated recovery in early 2002, consumption, a major driver of the U.S. economy, is expected to rise 3.3 percent in 2002-2003. Retail sales, which slowed from a 4.7 percent growth rate a year ago to barely 1.0 percent this year, are projected to gain 5.3 percent next fiscal year. With a weaker labor market and aggregate demand for goods and services, inflation will slow with the Consumer Price Index growing only 2.5 percent in 2001-2002 and 2.4 percent in 2002-2003.

The series of interest rate cuts have resulted in one of the lowest interest rate levels in U.S. history. Designed to reverse the direction of the weakening economy, the cuts are expected to bolster consumer spending. New car sales, which have declined 8.1 percent this fiscal year, will grow 5.6 percent next fiscal year. Housing starts have historically carried the national economy through similar downturns. However, they declined 5.6 percent this fiscal year. Housing starts are expected to rebound and grow 5.1 percent in 2002-2003.

The stock market is anticipated to remain volatile. The Standard and Poor's 500 index is expected to drop 17.7 percent in 2001-2002, but recover in 2002-2003. Total employment is projected to decline 0.7 percent in 2001-2002, with the unemployment rate hovering at 5.5 percent. Barring any economic shocks, the U.S. labor market is expected to improve in the 2002-2003 fiscal year, with overall employment rising 1.2 percent and the U.S. unemployment rate only slightly increasing to 5.7 percent.

Since the terrorist attacks, Florida's economic outlook has significantly changed. In the past, Florida outperformed the nation in terms of employment and income growth. This performance can be attributed to favorable natural, economic, and tax environments, and a growing population that fueled an increased demand for goods and services.

The attacks severely weakened a foundation of Florida's economic strength: the tourism industry. Tourism is one of Florida's largest export industries, drawing purchasing power from outside the State and creating jobs, income, and tax revenues. With airports closed for a week after the attacks while reviewing security systems, travel came to an abrupt halt. Tourists cancelled travel plans and avoided crowded places, resulting in a precipitous drop in the number of visitors coming to Florida.

Another important element of Florida's economy is the construction sector. A drop in housing starts is expected this year, a projected loss of 22,900 starts. But a moderate increase in housing starts is expected to occur next year as a result of lower interest rates and an overall improvement in the U.S. economy. Total construction should also decline 2.2 percent this fiscal year, but grow 1.8 percent in 2002-2003.

Non-farm employment growth weakened substantially in the last quarter of 2001 and is expected to remain so in the first quarter of 2002. Non-farm employment is expected to recover at the rate of 1.4 percent in the 2002-2003 fiscal year. Most of the decline will occur in the mining, construction, and manufacturing sectors. Wage and salary growth will also slow. From a 9.2 percent increase last fiscal year, total wages and salaries are projected to grow 6.1 percent for 2001-2002. Wage and salary growth will bottom at 5.1 percent in 2002-2003 and recover. The unemployment rate will rise from a low of 3.3 percent a year ago to 5.3 percent for 2001-2002 and is expected to peak at 5.9 percent during next fiscal year.

Florida's new light vehicle registrations are expected to follow the national trend, declining at 14.6 percent in 2001-2002. With a rebounding U.S. economy, new registrations are expected to increase 6.2 percent in 2002-2003.

Population growth has been a major source of increased economic activity in Florida. Florida's population is expected to grow by 302,000 people this year and by 256,000 next year. This population growth is estimated to be 2.44 million people over the next ten years. This projected growth may cushion the State from a more severe economic downturn as demand for housing, durable and non-durable goods, and other services increases.

U.S. economic fundamentals remain strong; however, the war on terrorism heightens economic volatility and risk. Further attacks could erode consumer confidence, driving the economy into a more prolonged and deeper recession. Barring unforeseen economic shocks, this outlook is most likely to be valid within the forecast horizon.

Tobacco Litigation Settlement

Florida's 1997 tobacco settlement, as amended in 1998 and 2001, is expected to total approximately $13 billion over a 25 year period. The settlement anticipates that the State of Florida will use the funds for children's health care coverage and other health-related services, to reimburse the State of Florida for medical expenses incurred by the State, and for mandated improvements in State enforcement efforts regarding the reduction of sales of tobacco products to minors. Additionally, the funds may be used for such purposes as the State match required to draw federal funds to provide children's health care coverage and for enhancement of children's and adolescents' substance abuse services, substance abuse prevention and intervention and children's mental health services.

The State has received approximately $2.5 billion of the settlement as of June 30, 2001. This includes $743 million, net of certain adjustments, received in the 2000-2001 fiscal year. The Tobacco Settlement Clearing Trust Fund was created by law effective May 26, 1999, and unencumbered tobacco funds were deposited into the fund and invested by the State Board of Administration. Section 569.21, Florida Statutes, provides certain guidelines for the expenditure of funds received from the settlement. These guidelines primarily relate to the reduction of sales of tobacco products to minors. The Lawton Chiles Endowment Fund was created by Section 215.5601, Florida Statutes, and is funded by settlement moneys. The Tobacco Settlement Financing Corporation was created by law on May 9, 2000 by Section 215.56005, Florida Statutes. The corporation is authorized to purchase the State's rights, title, and interest in and to the tobacco settlement and issue bonds with the proceeds going to the Lawton Chiles Endowment Fund. As of June 30, 2001, the corporation has issued no bonds. The endowment is providing a perpetual source of funding for the future of children's health programs, child welfare programs, community-based health and human services initiatives, and biomedical research activities. Total fund balance at June 30, 2001, for the Lawton Chiles Endowment Fund was $1.26 billion.

Future Changes in Accounting Standards

The Governmental Accounting Standards Board has issued new accounting and reporting standards that will be effective for the fiscal year ending June 30, 2002. These new standards will change the way the State reports assets, liabilities, fund equity, revenues, and expenditures. The new standards will also require reformatting of the financial statements and restating of beginning balances. The State will implement the new standards for fiscal year ending June 30, 2002.

Cash Management

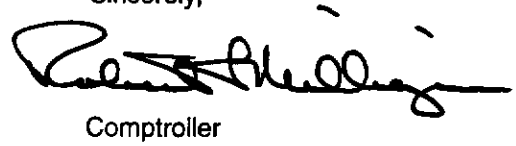
The State Treasurer is responsible for investing the General Revenue Fund and certain trust funds. Authorized investments include certificates of deposits in Florida banks and savings and loan associations, direct obligations of the United States Treasury, commercial paper and bankers' acceptances, medium term corporate notes, commingled funds and mutual funds. The Treasurer is also designated as the cash manager for the State and operates a statewide cash concentration account in this capacity.

The Treasurer also serves as administrator of the Florida Security for Public Deposit Program. This program encompasses all governmental entities in the State. Participating banks and savings and loan associations guarantee government deposits and pledge collateral at levels varying between 50 and 125 percent. Acceptable collateral includes obligations of the United States Government and its agencies, obligations of the State of Florida and its political subdivisions, and obligations of several states.

Independent Audit

State law requires the Auditor General to conduct financial audits of the accounts and records of all State agencies. His examination is conducted in accordance with generally accepted governmental auditing standards, and his opinion is included as a part of this report. In addition to requirements of State statutes, an audit is conducted pursuant to the requirements set forth in the Federal Single Audit Act Amendments of 1996, and the related OMB Circular A-133. This report is issued separately.

Sincerely,



Comptroller

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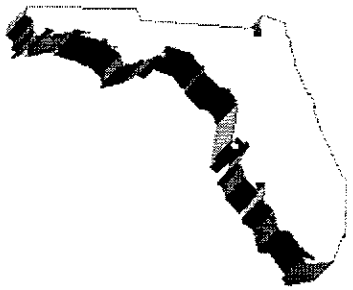


THE ELECTORATE OF FLORIDA

Legislative Branch

Senate
House of Representatives

Public Service Commission
Auditor General
Legislative Support Services:
Office of Legislative Services
Office of Legislative Information Technology Services
Office of Economic and Demographic Research
Commission on Ethics

Executive Branch

Judicial Branch

Supreme Court
District Courts of Appeal - 5 Districts
Circuit Courts - 20 Circuits
County Courts - 67 Counties

Justice Administrative Commission
Judicial Qualifications Commission
**State Attorneys*
**Public Defenders*
***Elected Officials**

Governor

Lt. Governor
Executive Office of the Governor
Agencies of the Governor
Agency for Health Care Administration
Agency for Workforce Innovation
Department of Business and Professional Regulation
Department of Children and Families
Department of Citrus
Department of Community Affairs
Department of Corrections
Department of Elder Affairs
Department of Environmental Protection
Department of Health
Department of Juvenile Justice
Department of Labor and Employment Security
Department of the Lottery
Department of Management Services
Department of Military Affairs
Department of Transportation

Cabinet

Comptroller
Department of Banking and Finance
Secretary of State
Department of State
Attorney General
Department of Legal Affairs
Insurance Commissioner and Treasurer
Department of Insurance
Commissioner of Agriculture
Department of Agriculture and Consumer Services
Commissioner of Education
Secretary of the Board of Education

Agencies headed by the Governor and Cabinet

Department of Education
Department of Highway Safety & Motor Vehicles
Department of Law Enforcement
Department of Revenue
Department of Veterans' Affairs

Other Agencies

Fish & Wildlife Conservation Commission
Parole Commission
State Board of Administration

Florida's Constitution, in the traditional American pattern of "separation of power," divides the governmental structure of the state into three separate independent branches.

The Legislative Branch has exclusive law-making power and determines the general policies by which the problems of society are to be met.
The Executive Branch, with the Governor as its chief, administers the laws made by the Legislature. The Cabinet shares some executive power and responsibilities with the Governor.
The Judicial Branch interprets the law and applies the Constitution.

State of Florida
Principal Officials
for the Fiscal Year Ended June 30, 2001

EXECUTIVE BRANCH

Jeb Bush, Governor
Frank Brogan, Lieutenant Governor

CABINET

Robert F. Milligan, Comptroller
Katherine Harris, Secretary of State
Robert A. Butterworth, Attorney General
Tom Gallagher, Insurance Commissioner and Treasurer
Charles H. Bronson, Commissioner of Agriculture
Charlie Crist, Commissioner of Education

LEGISLATIVE BRANCH

SENATE

John M. McKay, President

HOUSE OF REPRESENTATIVES

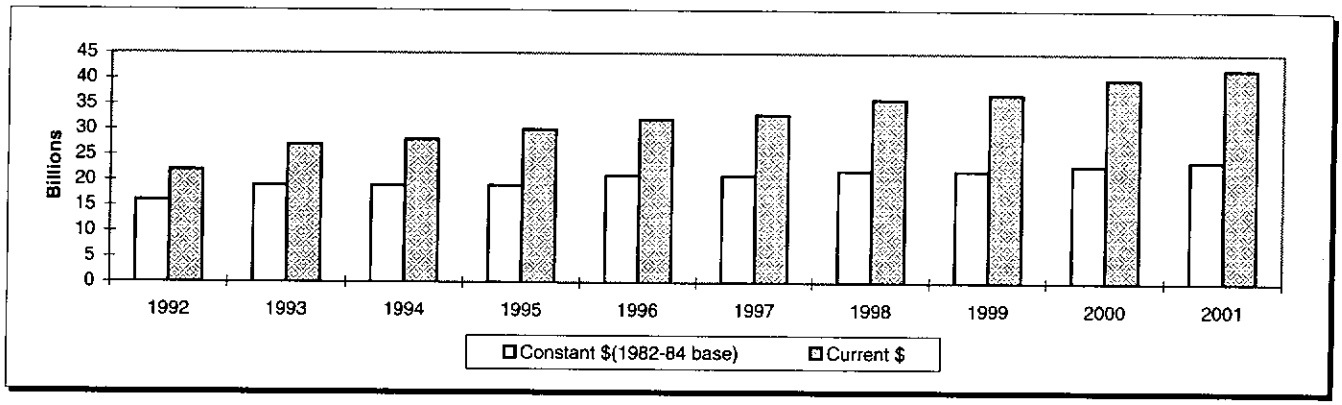
Tom Feeney, Speaker

JUDICIAL BRANCH

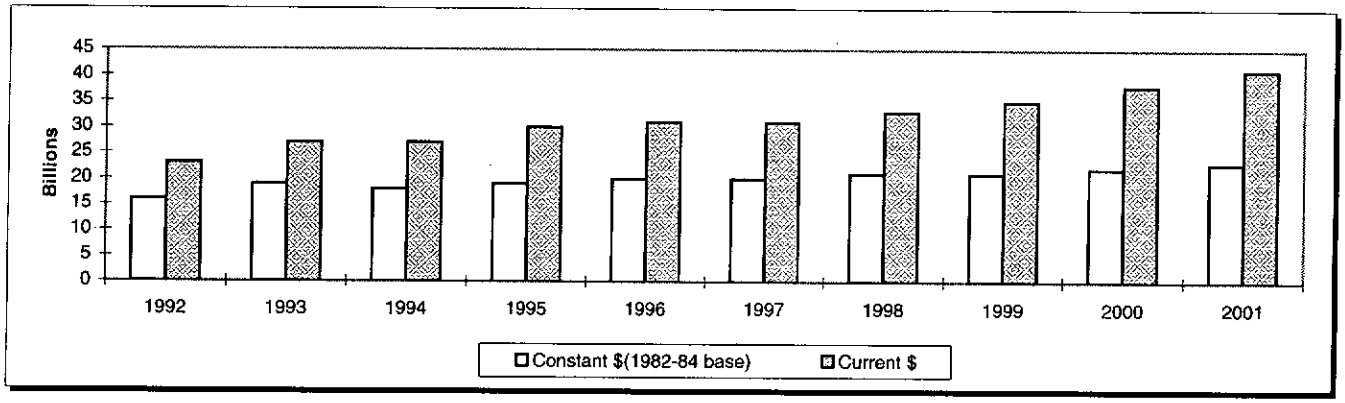
SUPREME COURT

Charles T. Wells, Chief Justice

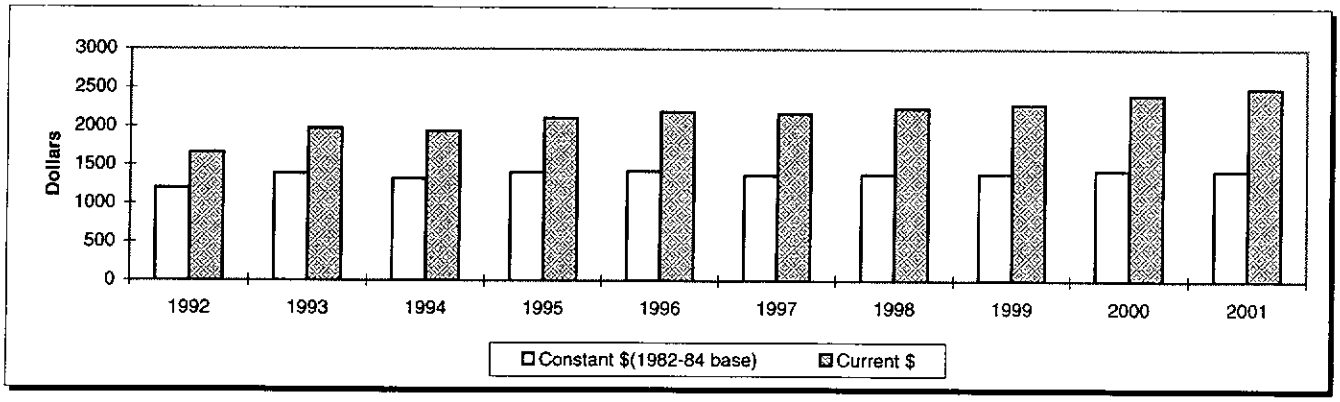
STATE OF FLORIDA
Total Revenues, All Governmental Fund Types
For Fiscal Years Ended June 30, 1992 - 2001



STATE OF FLORIDA
Total Expenditures, All Governmental Fund Types
For Fiscal Years Ended June 30, 1992 - 2001



STATE OF FLORIDA
Total Expenditures Per Capita, All Governmental Fund Types
For Fiscal Years Ended June 30, 1992 - 2001

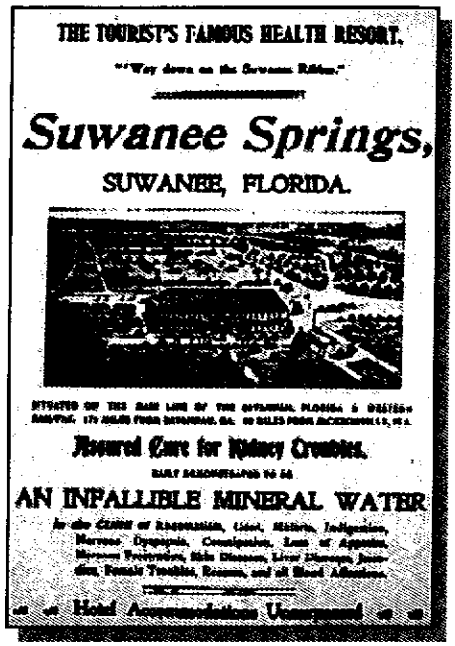


HISTORY

Archaeologists tell us that people have been drawn to Florida's springs for thousands of years. Twelve-thousand-year old bones, tools, and weapons have been recovered from Wakulla Springs in Wakulla County and from Little Salt Spring in Sarasota County. Numerous prehistoric spear points have been recovered from the beds of the Wacissa, the Ichetucknee, and other spring-fed rivers in north and central Florida.

In 1513, a Spanish explorer, Juan Ponce de Leon, invaded Florida in search of land and riches. Legend holds that he was searching for a spring that would rejuvenate old men. Later, Florida's springs served as locations for Spanish missions, steamboat landings, gristmills, and post offices. They were used for baptisms by local churches, as sources of drinking water for homesteads, and as reservoirs for irrigating crops.

In the middle to late 1800s many of Florida's springs served as magnets for development, attracting settlers, tourists, and even railroads. Some of Florida's springs have been valued for their perceived therapeutic qualities. Today, many of Florida's springs provide recreational opportunities for swimmers, boaters, wildlife watchers, and cave divers. Some springs were once popular swimming holes, but in recent years have diminished to a trickle.



From the Florida Photographic Collection, Florida State Archives, Florida Department of State

Springs have supplied drinking water to Floridians for thousands of years. The groundwater that flows from most of Florida's springs originates from the same Florida Aquifer that is tapped for most municipal water supplies and private wells in the State. The bottled water industry is inspiring a renewed interest in spring water. Still, as we have entered the 21st century, Florida's springs serve more often as windows to the mysteries of the Florida Aquifer than as drinking water supplies. At the same time, many of Florida's diverse wildlife communities depend on our careful stewardship of Florida's springs in the coming decades. The challenge lies in preserving the values of Florida's springs while balancing the pressing and seemingly conflicting needs of the State's many water uses.

Source: Florida Springs Task Force Report, November 2000

FINANCIAL SECTION

AUDITOR GENERAL
STATE OF FLORIDA

WILLIAM O. MONROE, CPA
AUDITOR GENERAL

850/488-5534/SC 278-5534
Fax: 488-6975/SC 278-6975

The President of the Senate, the Speaker of the
House of Representatives, and the
Legislative Auditing Committee

INDEPENDENT AUDITOR'S REPORT ON GENERAL PURPOSE FINANCIAL STATEMENTS

We have audited the accompanying general purpose financial statements of the State of Florida, as of and for the fiscal year ended June 30, 2001, as listed in the table of contents. These general purpose financial statements are the responsibility of the State's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit. We did not audit the financial statements of the Legislature constituting less than 1 percent of assets and revenues of the General Fund; the Florida Department of the Lottery constituting approximately 46 percent and 81 percent of the assets and revenues, respectively, of the Enterprise Funds; nor did we audit the discretely presented component units (other than the State's community colleges, comprising approximately 90 percent and 96 percent of the assets and revenues, respectively, of the discretely presented community colleges component unit columns) as described in note 1 to the general purpose financial statements. Those financial statements were audited by other auditors whose reports thereon have been made available to us and our opinion on the general purpose financial statements, insofar as it relates to the amounts included for these entities, is based solely upon the reports of the other auditors.

Except as discussed in the following paragraph, we conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit and the reports of other auditors provide a reasonable basis for our opinion.

Records of the Board of Trustees of the Internal Improvement Trust Fund were not adequate to document the ownership and valuation of a substantial portion of land, which is stated at $3.034 billion and constitutes 39 percent of the total value of general fixed assets reported in the General Fixed Assets Account Group at June 30, 2001. As a result, it was not practicable in the circumstances for us to determine whether the amount reported for land in the General Fixed Assets Account Group is fairly presented.

In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had we been able to examine adequate documentation regarding the amount reported for land in the General Fixed Assets Account Group, based on our audit and the reports of other auditors, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the State of Florida as of June 30, 2001, and the results of its operations, and the cash flows of its proprietary fund types, nonexpendable trust funds, and discretely presented component units for the fiscal year then ended in conformity with accounting principles generally accepted in the United States of America.

As discussed in Note 1 N to the financial statements, the State made an accounting change in how it reports governmental expenditures by functional classification. The change has been applied to the June 30, 2000, balances. The change only affects the classification of governmental expenditure accounts and does not result in any changes to fund balance.

The required supplementary information section, relating to the Pension Trust Fund, is not a required part of the general purpose financial statements, but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures prescribed by professional auditing standards, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit and do not express an opinion on such information.

Our audit was conducted for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining and individual fund and account group and discretely presented component units financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of the State of Florida. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had we been able to examine adequate documentation regarding the amount reported for land in the General Fixed Assets Account Group, based upon our audit and reports of other auditors is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole. The information included in the introduction and the statistical and economic data listed in the table of contents was not audited by us and, accordingly, we do not express an opinion on such information.

In accordance with *Government Auditing Standards*, we have also issued our report dated January 18, 2002, on our consideration of the State of Florida's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, administrative rules, regulations, contracts, and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit. That report will be included as part of our separately issued Report on the Audit of the Federal Awards Programs of the State of Florida.

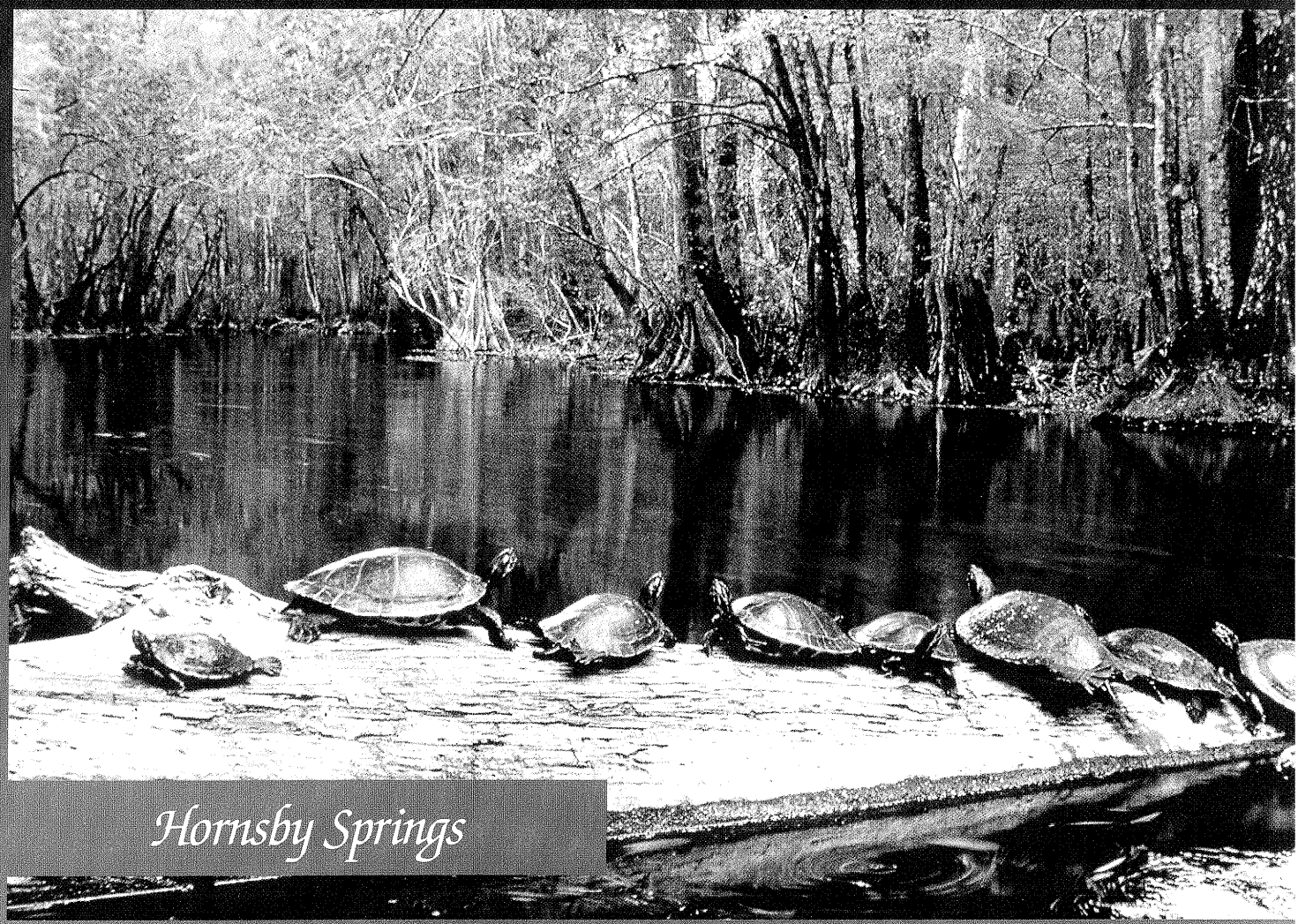
Respectfully submitted,

William O. Monroe

William O. Monroe, CPA
January 18, 2002

GREAT SEAL OF THE STATE OF FLORIDA
IN GOD WE TRUST

General Purpose Financial Statements



Hornsby Springs

Photo by John Moran

COMBINED BALANCE SHEET - ALL FUND TYPES, ACCOUNT GROUPS AND DISCRETELY PRESENTED COMPONENT UNITS
JUNE 30, 2001
(in thousands)

	Governmental				Proprietary	
	General	Special Revenue	Capital Projects	Debt Service	Enterprise	Internal Service
ASSETS AND OTHER DEBITS						
Cash and cash equivalents	$ 10,515	$ 32,651	$	$ 80	$ 120,617	$ 12,648
Pooled investments with State Treasury (Note 3)	2,795,156	5,603,471	20,450	.....	337,395	201,344
Investments (Note 3)	.....	280,561	.....	362,756	3,977,098	39,909
Receivables, net (Note 4)	1,446,489	1,397,171	115	8,109	61,607	11,020
Due from other funds (Note 14)	211,676	1,073,965	77,696	8,629	70,793	41,298
Due from component units/primary	340	297,619	.....	.....	57	755
Advances to other funds (Note 14)	15,702	283,681	23,358	.....	500	.....
Advances to Component Units	24,827	25,000	.....	.....	.....	.....
Inventories	15,835	40,107	.....	.....	2,902	232
Loans and notes receivable, net (Note 4)	42,373	980,442	.....	.....	7	.....
Restricted cash and cash equivalents (Note 10)	.....	.....	.....	.....	219,376	.....
Restricted investments (Note 10)	.....	.....	.....	.....	58,966	.....
Deferred fiscal charges and other assets	54	889	.....	.....	14,620	923
Land	.....	.....	.....	.....	681,665	.....
Buildings and improvements	.....	.....	.....	.....	2,843,831	758,584
Furniture and equipment	.....	.....	.....	.....	66,385	177,922
Construction in progress	.....	.....	.....	.....	823,984	20,491
Accumulated depreciation	.....	.....	.....	.....	(80,337)	(276,867)
Amount available in debt service fund	.....	.....	.....	.....	.....	.....
Amount to be provided	.....	.....	.....	.....	.....	.....
TOTAL ASSETS AND OTHER DEBITS	**$4,562,967**	**$10,015,557**	**$121,619**	**$379,574**	**$9,199,466**	**$ 988,259**
LIABILITIES, EQUITY AND OTHER CREDITS						
Liabilities:						
Accounts payable and accrued liabilities	$ 344,257	$ 1,801,703	$ 10,270	$ 1,280	$1,933,471	$ 91,762
Due to other funds (Note 14)	429,404	1,156,984	222	.....	153,186	6,452
Due to component units/primary	835	160,449	.....	.....	79	.....
Advances from other funds (Note 14)	.....	79,087	.....	.....	239,697	2,003
Bonds payable (Note 9)	.....	.....	.....	.....	1,752,379	393,131
Certificates of participation payable	.....	.....	.....	.....	.....	43,675
Long-term insurance liability (Note 12)	.....	.....	.....	.....	.....	.....
Notes and leases payable (Note 11)	.....	.....	.....	.....	.....	100,102
Deferred revenues	32	200,873	.....	.....	555	43,634
Payable from restricted assets (Note 10)	.....	.....	.....	.....	52,800	.....
Compensated absences	1,162	1,280	.....	.....	3,690	10,940
Obligations under security lending agreements	361,564	359,997	1,203	1,562	2,082,872	11,810
Other liabilities	.....	250	.....	7,821	15,909	.....
Total Liabilities	**1,137,254**	**3,760,623**	**11,695**	**10,663**	**6,234,638**	**703,509**
Fund Equity and Other Credits:						
Contributed capital	.....	.....	.....	.....	162,035	1,484
Investment in fixed assets	.....	.....	.....	.....	.....	.....
Retained Earnings:						
Reserved	.....	.....	.....	.....	184,465	174
Unreserved	.....	.....	.....	.....	2,618,328	283,092
Fund Balances:						
Reserved (Note 24)	1,351,533	3,239,705	29,088	368,911	.....	.....
Unreserved	2,074,180	3,015,229	80,836	.....	.....	.....
Total Fund Equity and Other Credits	**3,425,713**	**6,254,934**	**109,924**	**368,911**	**2,964,828**	**284,750**
TOTAL LIABILITIES, EQUITY AND OTHER CREDITS	**$4,562,967**	**$10,015,557**	**$121,619**	**$379,574**	**$9,199,466**	**$ 988,259**

The accompanying notes to the financial statements are an integral part of this statement.

Fiduciary Trust and Agency	Account Groups: General Fixed Assets	Account Groups: General Long-Term Debt	State University System Fund Types	Total Primary Government (Memorandum Only) 6/30/01	Total Primary Government (Memorandum Only) 6/30/00	Component Units: Community Colleges	Component Units: Other	Total Reporting Entity (Memorandum Only) 6/30/01
$ 972,190	$	$	$ 29,914	$ 1,178,615	$ 757,028	$ 101,989	$ 438,908	$ 1,719,512
4,619,769	.....	.....	1,225,916	14,803,501	14,934,881	.....	.....	14,803,501
140,653,211	.....	.....	101,352	145,414,887	146,575,416	539,179	4,293,492	150,247,558
2,803,498	.....	.....	182,753	5,910,762	5,382,714	67,449	504,775	6,482,986
213,895	.....	.....	970,430	2,668,382	2,275,980	18,650	13,817	2,700,849
.....	.....	.....	1,795	300,566	277,432	693,666	1,031,955	2,026,187
.....	.....	.....	.....	323,241	189,197	.....	.....	323,241
.....	.....	.....	.....	49,827	24,827	.....	.....	49,827
1	.....	.....	10,827	69,904	102,916	8,859	22,311	101,074
689,227	.....	.....	76,406	1,788,455	1,578,638	14,297	2,504,447	4,307,199
.....	.....	.....	.....	219,376	267,232	.....	16,583	235,959
.....	.....	.....	.....	58,966	53,595	.....	42,062	101,028
98,185	.....	.....	9,960	124,631	103,143	7,797	320,262	452,690
220	3,034,812	.....	130,096	3,846,793	3,480,774	143,148	2,007,918	5,997,859
560	2,582,345	.....	3,407,772	9,593,092	8,835,515	2,288,430	2,186,730	14,068,252
8,273	1,911,332	.....	1,908,077	4,071,989	3,895,979	663,142	970,930	5,706,061
.....	244,810	.....	362,362	1,451,647	1,496,251	202,998	397,469	2,052,114
(3,254)	.....	.....	.....	(360,458)	(376,524)	.....	(134,563)	(495,021)
.....	.....	368,911	.....	368,911	363,674	.....	99,255	468,166
.....	.....	14,667,039	.....	14,667,039	14,154,819	.....	397,641	15,064,680
$150,055,775	**$7,773,299**	**$15,035,950**	**$8,417,660**	**$206,550,126**	**$204,373,487**	**$4,749,604**	**$15,113,992**	**$ 226,413,722**
$ 4,940,876	$	$ 24,917	$ 243,491	$ 9,392,027	$ 8,269,463	$ 202,596	$ 722,120	$ 10,316,743
627,272	.....	.....	294,862	2,668,382	2,275,980	18,650	13,817	2,700,849
1,614,115	.....	.....	19,911	1,795,389	1,336,278	87,386	526,340	2,409,115
1,801	.....	.....	653	323,241	189,197	.....	.....	323,241
.....	.....	13,388,760	599,165	16,133,435	15,902,404	23,035	5,295,883	21,452,353
.....	.....	.....	.....	43,675	45,891	.....	.....	43,675
.....	.....	820,000	.....	820,000	627,845	.....	.....	820,000
.....	.....	97,419	46,901	244,422	175,525	26,524	35,410	306,356
2,156	.....	.....	28,607	275,857	307,663	12,155	309,725	597,737
.....	.....	.....	.....	52,800	43,415	.....	.....	52,800
1,346	.....	704,854	256,942	980,214	937,563	129,805	34,222	1,144,241
15,191,512	.....	.....	71,905	18,082,425	16,402,427	.....	.....	18,082,425
8,122,228	.....	.....	24,334	8,170,542	7,518,089	16,189	340,708	8,527,439
30,501,306	**.....**	**15,035,950**	**1,586,771**	**58,982,409**	**54,031,740**	**516,340**	**7,278,225**	**66,776,974**
.....	.....	.....	.....	163,519	163,779	.....	159,049	322,568
.....	7,773,299	.....	5,280,417	13,053,716	12,244,831	3,151,554	2,845,961	19,051,231
.....	.....	.....	.....	184,639	277,412	.....	566,128	750,767
.....	.....	.....	.....	2,901,420	2,516,127	.....	476,705	3,378,125
113,229,391	.....	.....	1,149,966	119,368,594	122,418,925	518,552	527,371	120,414,517
6,325,078	.....	.....	400,506	11,895,829	12,720,673	563,158	3,260,553	15,719,540
119,554,469	**7,773,299**	**.....**	**6,830,889**	**147,567,717**	**150,341,747**	**4,233,264**	**7,835,767**	**159,636,748**
$150,055,775	**$7,773,299**	**$15,035,950**	**$8,417,660**	**$206,550,126**	**$204,373,487**	**$4,749,604**	**$15,113,992**	**$ 226,413,722**

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES, EXPENDABLE TRUST FUNDS AND DISCRETELY PRESENTED OTHER COMPONENT UNITS
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(in thousands)

	Governmental			
	General	Special Revenue	Capital Projects	Debt Service
REVENUES				
Taxes (Note 5)	$ 18,499,367	$ 6,173,221	$	$ .....
Licenses and permits	63,898	1,008,999	.....	.....
Fees and charges	182,010	1,802,387	1,550	65,903
Grants and donations	609	12,055,023	945	.....
Investment earnings	381,719	425,837	1,903	40,373
Fines, forfeits, settlements and judgments	3,013	920,557	.....	.....
Flexible benefits contributions	.....	62,881	.....	.....
Refunds	10,200	638,619	.....	.....
Other	68	23,024	382	69,818
TOTAL REVENUES	**19,140,884**	**23,110,548**	**4,780**	**176,094**
EXPENDITURES				
Current:				
Expenditures	.....	.....	.....	.....
General government	833,535	4,095,005	.....	31,952
Education	8,462,930	2,935,545	.....	.....
Human services	4,182,340	10,722,583	.....	.....
Criminal justice and corrections	2,551,441	314,867	.....	.....
Natural resources and environment	263,985	951,086	.....	.....
Transportation	.....	994,832	.....	.....
State courts	252,650	25,855	.....	.....
Capital outlay	92,885	2,602,168	292,965	.....
Debt service:				
Principal retirement	2,878	271	1,140	587,931
Interest and fiscal charges	520	499	5,501	699,970
TOTAL EXPENDITURES	**16,643,164**	**22,642,711**	**299,606**	**1,319,853**
EXCESS/(DEFICIENCY) OF REVENUES OVER EXPENDITURES	**2,497,720**	**467,837**	**(294,826)**	**(1,143,759)**
OTHER FINANCING SOURCES/(USES)				
Proceeds of bond issues	.....	833,892	.....	5,077
Proceeds of refunding bonds	.....	.....	.....	624,715
Operating transfers in	2,093,213	9,484,308	314,698	1,144,804
Operating transfers out	(2,701,908)	(9,477,590)	(108,884)	(885)
Transfers to State University System	(1,913,711)	(415,953)	.....	.....
Transfers in from component units/primary	.....	10,076	.....	.....
Transfers out to component units/primary	(597,321)	(601,395)	.....	.....
Proceeds of financing agreements	.....	.....	.....	.....
Payments to refunded bond agent	.....	.....	.....	(624,715)
TOTAL OTHER FINANCING SOURCES/(USES)	**(3,119,727)**	**(166,662)**	**205,814**	**1,148,996**
EXCESS/(DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	**(622,007)**	**301,175**	**(89,012)**	**5,237**
Fund Balances, July 1	4,044,234	5,966,732	198,936	363,674
Adjustments to increase/(decrease) beginning fund balances (Note 16)	.....	(6,371)	.....	.....
Fund Balances, July 1, as restated	4,044,234	5,960,361	198,936	363,674
Residual Equity Transfers	.....	2,512	.....	.....
Change in Reserve for Inventories	3,486	(9,114)	.....	.....
FUND BALANCES, JUNE 30	**$ 3,425,713**	**$ 6,254,934**	**$ 109,924**	**$ 368,911**

The accompanying notes to the financial statements are an integral part of this statement.

Fiduciary Expendable Trust	Total Primary Government (Memorandum Only) 6/30/01	6/30/00	Component Units	Total Reporting Entity (Memorandum Only) 6/30/01
$ 672,958	$ 25,345,546	$ 24,752,129	$ 413,524	$ 25,759,070
.....	1,072,897	964,842	17,334	1,090,231
780,080	2,831,930	2,817,490	1,333,077	4,165,007
126,878	12,183,455	10,604,737	646,970	12,830,425
521,529	1,371,361	1,217,661	265,772	1,637,133
153,531	1,077,101	951,687	209	1,077,310
120,310	183,191	184,991	111	183,302
38,389	687,208	571,697	167	687,375
8,476	101,768	13,594	120,755	222,523
2,422,151	**44,854,457**	**42,078,828**	**2,797,919**	**47,652,376**
.....	.....	.....	2,106,950	2,106,950
1,692,223	6,652,715	6,648,315	.....	6,652,715
98,778	11,497,253	10,535,183	.....	11,497,253
192	14,905,115	13,062,658	.....	14,905,115
34,178	2,900,486	2,734,607	.....	2,900,486
.....	1,215,071	1,000,962	.....	1,215,071
73	994,905	904,164	.....	994,905
.....	278,505	239,137	.....	278,505
404	2,988,422	2,856,103	210,975	3,199,397
.....	592,220	458,872	15,049	607,269
.....	706,490	669,376	17,333	723,823
1,825,848	**42,731,182**	**39,109,377**	**2,350,307**	**45,081,489**
596,303	**2,123,275**	**2,969,451**	**447,612**	**2,570,887**
.....	838,969	1,147,872	.....	838,969
.....	624,715	299,873	.....	624,715
42,430	13,079,453	11,483,829	81,192	13,160,645
(150,368)	(12,439,635)	(11,047,301)	(80,976)	(12,520,611)
.....	(2,329,664)	(1,755,257)	.....	(2,329,664)
.....	10,076	1,278	229,818	239,894
(9,433)	(1,208,149)	(1,529,560)	(180,292)	(1,388,441)
.....	.....	489	11,335	11,335
.....	(624,715)	(299,873)	.....	(624,715)
(117,371)	**(2,048,950)**	**(1,698,650)**	**61,077**	**(1,987,873)**
478,932	**74,325**	**1,270,801**	**508,689**	**583,014**
5,885,407	16,458,983	15,755,589	3,314,244	19,773,227
.....	(6,371)	151,794	(39,496)	(45,867)
5,885,407	16,452,612	15,907,383	3,274,748	19,727,360
.....	2,512	(721,995)	.....	2,512
(1)	(5,629)	2,794	.....	(5,629)
$ 6,364,338	**$ 16,523,820**	**$ 16,458,983**	**$ 3,783,437**	**$ 20,307,257**

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGETARY BASIS) - ALL BUDGETARY FUND TYPES
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(in thousands)

	General Revenue			Trust		
	Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)	Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)
Fund balances, July 1, 2000	$ 926,173	$ 926,173	$	$ 9,196,370	$ 9,196,370	$ .....
Reversions	35,977	35,977	.....	193,878	193,878	.....
Fund balances, July 1, 2000, restated	962,150	962,150	.....	9,390,248	9,390,248	.....
REVENUES						
Direct:						
Fees and charges	174,300	177,700	3,400	4,494,769	4,100,603	(394,166)
Licenses	63,200	66,137	2,937	1,022,412	1,033,977	11,565
Taxes	19,296,357	18,473,662	(822,695)	6,860,186	6,546,641	(313,545)
Miscellaneous	.....	114	114	260,123	199,695	(60,428)
Interest	302,000	305,845	3,845	514,196	606,870	92,674
Grants	.....	.....	.....	11,089,562	10,009,830	(1,079,732)
Refunds	.....	183,953	183,953	656,936	676,335	19,399
Bond proceeds	.....	.....	.....	1,033,650	914,744	(118,906)
Other	.....	2,017	2,017	1,144,984	1,846,870	701,886
Total Direct Revenues	19,835,857	19,209,428	(626,429)	27,076,818	25,935,565	(1,141,253)
Indirect:						
Employee/employer contributions	.....	.....	.....	3,182,367	3,370,578	188,211
Transfers and distributions	2,467,206	3,078,346	611,140	12,293,339	12,671,904	378,565
Sale of investments	.....	.....	.....	2,582,365	2,582,365	.....
Other	162,800	1,437	(161,363)	1,809,045	1,810,395	1,350
Total Indirect Revenues	2,630,006	3,079,783	449,777	19,867,116	20,435,242	568,126
TOTAL REVENUES	**22,465,863**	**22,289,211**	**(176,652)**	**46,943,934**	**46,370,807**	**(573,127)**
TOTAL AVAILABLE RESOURCES	**23,428,013**	**23,251,361**	**(176,652)**	**56,334,182**	**55,761,055**	**(573,127)**
EXPENDITURES						
Operating:						
Salaries and benefits	3,966,752	3,943,150	23,602	3,247,846	3,130,459	117,387
Other personal services	251,100	244,018	7,082	513,793	464,774	49,019
Expenses	926,581	909,387	17,194	1,428,173	1,276,722	151,451
Grants and aids	8,647,738	8,640,092	7,646	4,422,263	4,149,160	273,103
Operating capital outlay	103,852	102,831	1,021	162,549	138,955	23,594
Food products	54,331	54,230	101	5,547	4,656	891
Fixed capital outlay	128,156	128,156	.....	3,049,184	3,049,184	.....
Lump sum	6,386	4,869	1,517	7	.....	7
Special categories	5,379,011	5,284,760	94,251	10,858,828	10,175,251	683,577
Financial assistance payments	285,194	262,078	23,116	1,647,933	896,042	751,891
Debt service	.....	.....	.....	29,028	29,028	.....
Grants/aids to local govts./NFProfit	248,189	248,189	.....	172,419	172,419	.....
Payments to U.S. Treasury	.....	.....	.....	17,599	17,599	.....
Data processing services	73,233	72,394	839	156,235	146,561	9,674
Pensions and benefits	8,282	7,865	417	2,732,838	2,571,599	161,239
Special expenses	.....	.....	.....	265	265	.....
Total Operating Expenditures	20,078,805	19,902,019	176,786	28,444,507	26,222,674	2,221,833
Nonoperating:						
Transfers	547,925	547,925	.....	10,356,304	10,356,304	.....
Purchase of investments	.....	.....	.....	2,267,445	2,267,445	.....
Refunds	345,308	345,308	.....	228,532	228,532	.....
Other nonoperating	1,918,593	1,918,593	.....	7,256,226	7,256,226	.....
Total Nonoperating Expenditures	2,811,826	2,811,826	.....	20,108,507	20,108,507	.....
TOTAL EXPENDITURES	**22,890,631**	**22,713,845**	**176,786**	**48,553,014**	**46,331,181**	**2,221,833**
FUND BALANCES, JUNE 30, 2001	**$ 537,382**	**$ 537,516**	**$ 134**	**$ 7,781,168**	**$ 9,429,874**	**$ 1,648,706**

The accompanying notes to the financial statements are an integral part of this statement.

Budget Stabilization			Working Capital			Totals (Memorandum Only)		
Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)	Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)	Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)
$ 846,990	$ 846,990	$	$ 819,346	$ 819,346	$	$ 11,788,879	$ 11,788,879	$ .....
.....	.....	.....	204	204	.....	230,059	230,059	.....
846,990	846,990	.....	819,550	819,550	.....	12,018,938	12,018,938	.....
.....	.....	.....	.....	.....	.....	4,669,069	4,278,303	(390,766)
.....	.....	.....	.....	.....	.....	1,085,612	1,100,114	14,502
.....	.....	.....	.....	.....	.....	26,156,543	25,020,303	(1,136,240)
.....	.....	.....	.....	.....	.....	260,123	199,809	(60,314)
.....	.....	.....	.....	.....	.....	816,196	912,715	96,519
.....	.....	.....	.....	.....	.....	11,089,562	10,009,830	(1,079,732)
.....	.....	.....	.....	.....	.....	656,936	860,288	203,352
.....	.....	.....	.....	.....	.....	1,033,650	914,744	(118,906)
.....	.....	.....	.....	.....	.....	1,144,984	1,848,887	703,903
.....	.....	.....	.....	.....	.....	46,912,675	45,144,993	(1,767,682)
.....	.....	.....	.....	.....	.....	3,182,367	3,370,578	188,211
47,000	47,000	.....	11,500	11,500	.....	14,819,045	15,808,750	989,705
.....	.....	.....	.....	.....	.....	2,582,365	2,582,365	.....
.....	.....	.....	.....	.....	.....	1,971,845	1,811,832	(160,013)
47,000	47,000	.....	11,500	11,500	.....	22,555,622	23,573,525	1,017,903
47,000	**47,000**	.....	**11,500**	**11,500**	.....	**69,468,297**	**68,718,518**	**(749,779)**
893,990	**893,990**	.....	**831,050**	**831,050**	.....	**81,487,235**	**80,737,456**	**(749,779)**
.....	.....	.....	.....	.....	.....	7,214,598	7,073,609	140,989
.....	.....	.....	.....	.....	.....	764,893	708,792	56,101
.....	.....	.....	.....	.....	.....	2,354,754	2,186,109	168,645
.....	.....	.....	.....	.....	.....	13,070,001	12,789,252	280,749
.....	.....	.....	.....	.....	.....	266,401	241,786	24,615
.....	.....	.....	.....	.....	.....	59,878	58,886	992
.....	.....	.....	.....	.....	.....	3,177,340	3,177,340	.....
.....	.....	.....	.....	.....	.....	6,393	4,869	1,524
.....	.....	.....	.....	.....	.....	16,237,839	15,460,011	777,828
.....	.....	.....	.....	.....	.....	1,933,127	1,158,120	775,007
.....	.....	.....	.....	.....	.....	29,028	29,028	.....
.....	.....	.....	.....	.....	.....	420,608	420,608	.....
.....	.....	.....	.....	.....	.....	17,599	17,599	.....
.....	.....	.....	.....	.....	.....	229,468	218,955	10,513
.....	.....	.....	.....	.....	.....	2,741,120	2,579,464	161,656
.....	.....	.....	.....	.....	.....	265	265	.....
.....	.....	.....	.....	.....	.....	48,523,312	46,124,693	2,398,619
.....	.....	.....	533,332	533,332	.....	11,437,561	11,437,561	.....
.....	.....	.....	.....	.....	.....	2,267,445	2,267,445	.....
.....	.....	.....	5,471	5,471	.....	579,311	579,311	.....
.....	.....	.....	.....	.....	.....	9,174,819	9,174,819	.....
.....	.....	.....	538,803	538,803	.....	23,459,136	23,459,136	.....
.....	.....	.....	**538,803**	**538,803**	.....	**71,982,448**	**69,583,829**	**2,398,619**
$ 893,990	**$ 893,990**	**$ .....**	**$ 292,247**	**$ 292,247**	**$ .....**	**$ 9,504,787**	**$ 11,153,627**	**$ 1,648,840**

COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS/FUND BALANCES
ALL PROPRIETARY FUND TYPES, SIMILAR TRUST FUNDS
AND DISCRETELY PRESENTED OTHER COMPONENT UNITS
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(in thousands)

	Proprietary		Fiduciary	
	Enterprise	Internal Service	Nonexpendable	Pension
OPERATING REVENUES				
Sales -- state	$ 454	$ 1,038,665	$	$ .....
Sales -- nonstate	2,732,206	45,593	.....	.....
Rents -- state	23	83,292	.....	.....
Rents and royalties -- nonstate	8,450	9	.....	.....
Investment earnings	.....	.....	(82,783)	587
Program interest	.....	.....	.....	.....
Gain/(loss) on sale of investments	.....	.....	.....	.....
Pension fund contributions	.....	.....	.....	108,155
Other	.....	4,686	.....	.....
TOTAL OPERATING REVENUES	**2,741,133**	**1,172,245**	**(82,783)**	**108,742**
OPERATING EXPENSES				
Personal services	68,165	89,706	.....	627
Contractual services	335,581	539,131	13,195	111,926
Materials and supplies	10,897	15,554	.....	52
Bad debt	196	1,761	.....	.....
Depreciation	10,551	35,096	.....	4
Interest and fiscal charges	910	.....	541	.....
Insurance claims	.....	472,909	.....	.....
Repairs and maintenance	28	18,682	.....	.....
Cost of goods sold	22,716	.....	.....	.....
Payment of lottery winnings	1,140,548	.....	.....	.....
TOTAL OPERATING EXPENSES	**1,589,592**	**1,172,839**	**13,736**	**112,609**
OPERATING INCOME/(LOSS)	**1,151,541**	**(594)**	**(96,519)**	**(3,867)**
NONOPERATING REVENUES/(EXPENSES)				
Grants and contributions	1,669	451	.....	.....
Investment earnings	365,321	17,914	.....	1
Interest and fiscal charges	(179,097)	(26,948)	.....	.....
Amortization	(136,742)	(475)	.....	.....
Property disposition gain/(loss)	(807)	(7,914)	.....	.....
Escrow distribution	(3,762)	.....	.....	.....
Grant expense and client benefits	.....	.....	.....	.....
Other	333	(7)	.....	.....
TOTAL NONOPERATING REVENUES/(EXPENSES)	**46,915**	**(16,979)**	.....	**1**
INCOME/(LOSS) BEFORE OPERATING TRANSFERS	**1,198,456**	**(17,573)**	**(96,519)**	**(3,866)**
Operating transfers in	130,964	43,301	200,000	18,203
Operating transfers out	(994,600)	(33,835)	(27,546)	(13)
Transfers in from component units/primary	.....	.....	.....	.....
Transfers out to component units/primary	.....	.....	(1,209)	.....
INCOME/(LOSS) BEFORE EXTRAORDINARY ITEM	**334,820**	**(8,107)**	**74,726**	**14,324**
Extraordinary gain/(loss) -- debt extinguishment	(28,094)	.....	.....	.....
NET INCOME/(LOSS)	**306,726**	**(8,107)**	**74,726**	**14,324**
Retained Earnings/Fund Balances, July 1	2,502,166	291,373	1,182,375	122
Adjustments to increase/(decrease) beginning retained earnings/fund balances (Note 16)	(3,587)	.....	.....	.....
Retained Earnings/Fund Balances, July 1, as restated	2,498,579	291,373	1,182,375	122
Residual Equity Transfers	(2,512)	.....	.....	.....
RETAINED EARNINGS/FUND BALANCES, JUNE 30	**$ 2,802,793**	**$ 283,266**	**$ 1,257,101**	**$ 14,446**

The accompanying notes to the financial statements are an integral part of this statement.

Total Primary Government (Memorandum Only) 6/30/01	Total Primary Government (Memorandum Only) 6/30/00	Component Units	Total Reporting Entity (Memorandum Only) 6/30/01
$ 1,039,119	$ 994,048	$ 2,520	$ 1,041,639
2,777,799	2,716,000	281,363	3,059,162
83,315	80,238	.....	83,315
8,459	8,637	.....	8,459
(82,196)	53,561	.....	(82,196)
.....	.....	123,674	123,674
.....	34,836	.....	.....
108,155	96,748	.....	108,155
4,686	5,450	3,578	8,264
3,939,337	**3,989,518**	**411,135**	**4,350,472**
158,498	154,931	66,949	225,447
999,833	925,663	2,501	1,002,334
26,503	25,941	7,547	34,050
1,957	1,968	15,222	17,179
45,651	44,839	14,851	60,502
1,451	398	13	1,464
472,909	395,710	40,669	513,578
18,710	22,995	11,839	30,549
22,716	25,107	86,106	108,822
1,140,548	1,107,018	.....	1,140,548
2,888,776	**2,704,570**	**245,697**	**3,134,473**
1,050,561	**1,284,948**	**165,438**	**1,215,999**
2,120	2,049	104,969	107,089
383,236	245,707	150,393	533,629
(206,045)	(169,361)	(237,926)	(443,971)
(137,217)	(143,055)	.....	(137,217)
(8,721)	(2,654)	.....	(8,721)
(3,762)	(10,994)	.....	(3,762)
.....	(1,015)	(141,823)	(141,823)
326	636	(10,841)	(10,515)
29,937	**(78,687)**	**(135,228)**	**(105,291)**
1,080,498	**1,206,261**	**30,210**	**1,110,708**
392,468	486,877	.....	392,468
(1,055,994)	(963,313)	(217)	(1,056,211)
.....	.....	170,705	170,705
(1,209)	.....	(1,025)	(2,234)
415,763	**729,825**	**199,673**	**615,436**
(28,094)	.....	.....	(28,094)
387,669	**729,825**	**199,673**	**587,342**
3,976,036	2,524,216	853,907	4,829,943
(3,587)	.....	(6,260)	(9,847)
3,972,449	2,524,216	847,647	4,820,096
(2,512)	721,995	.....	(2,512)
$ 4,357,606	**$ 3,976,036**	**$ 1,047,320**	**$ 5,404,926**

COMBINED STATEMENT OF CASH FLOWS
ALL PROPRIETARY FUND TYPES, NONEXPENDABLE TRUST FUNDS
AND DISCRETELY PRESENTED OTHER COMPONENT UNITS
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(in thousands)

	Proprietary		Fiduciary
	Enterprise	Internal Service	Nonexpendable
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash from customers and users	$ 2,728,375	$ 1,170,556	$ 59,564
Cash paid to suppliers and vendors	(360,257)	(572,560)	(13,735)
Cash paid to employees	(66,789)	(83,327)	.....
Cash paid for insurance claims	.....	(483,731)	.....
Cash paid for lottery prizes	(1,139,654)	.....	.....
Cash paid for housing loans issued	.....	.....	.....
Cash paid for client benefits	.....	.....	.....
NET CASH PROVIDED/(USED) BY OPERATING ACTIVITIES	**1,161,675**	**30,938**	**45,829**
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Transfers in from other funds	405,613	106,235	200,000
Advances from other funds	65,640	.....	.....
Transfers out to other funds	(1,390,771)	(115,122)	(29,467)
Advances to other funds	(60,114)	.....	.....
Payment of bonds and loans	.....	.....	.....
Bond proceeds from loan program	.....	.....	.....
Donations	.....	.....	.....
NET CASH PROVIDED/(USED) BY NONCAPITAL FINANCING ACTIVITIES	**(979,632)**	**(8,887)**	**170,533**
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Proceeds from sale of fixed assets	419	.....	.....
Proceeds from sale of bonds	101,025	.....	.....
Payment of bonds and loans	(229,271)	(17,999)	.....
Principal on installment purchases/leases	(865)	(2,966)	.....
Payment of interest	(101,197)	(15,953)	.....
Purchase or construction of fixed assets	(138,749)	(52,343)	.....
NET CASH PROVIDED/(USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	**(368,638)**	**(89,261)**	.....
CASH FLOWS FROM INVESTING ACTIVITIES:			
Collateral security	32,659	11,807	121,202
Sale or maturity of investments	88,268	.....	8,302,536
Investment earnings	57,292	15,335	94
Purchase of investments	(415,695)	.....	(8,642,024)
NET CASH PROVIDED/(USED) BY INVESTING ACTIVITIES	**(237,476)**	**27,142**	**(218,192)**
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	**(424,071)**	**(40,068)**	**(1,830)**
Cash and cash equivalents, July 1	1,101,459	254,060	1,912
CASH AND CASH EQUIVALENTS, JUNE 30	**$ 677,388**	**$ 213,992**	**$ 82**
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE COMBINED BALANCE SHEET			
Cash and cash equivalents	$ 120,617	$ 12,648	$ 82
Pooled investments with State Treasury	337,395	201,344	.....
Restricted cash and cash equivalents	219,376	.....	.....
TOTAL CASH AND CASH EQUIVALENTS	**$ 677,388**	**$ 213,992**	**$ 82**

The accompanying notes to the financial statements are an integral part of this statement.

Total Primary Government (Memorandum Only) 6/30/01	Total Primary Government (Memorandum Only) 6/30/00	Component Units	Total Reporting Entity (Memorandum Only) 6/30/01
$ 3,958,495	$ 3,851,081	$ 437,016	$ 4,395,511
(946,552)	(897,443)	(128,814)	(1,075,366)
(150,116)	(151,546)	(20,462)	(170,578)
(483,731)	(395,710)	(25,727)	(509,458)
(1,139,654)	(1,098,278)	.....	(1,139,654)
.....	.....	(401,005)	(401,005)
.....	(2,227)	(169,518)	(169,518)
1,238,442	**1,305,877**	**(308,510)**	**929,932**
711,848	1,363,293	180,374	892,222
65,640	8,516	35,003	100,643
(1,535,360)	(1,163,385)	.....	(1,535,360)
(60,114)	(7,645)	.....	(60,114)
.....	.....	(307,970)	(307,970)
.....	.....	652,570	652,570
.....	801	3,101	3,101
(817,986)	**201,580**	**563,078**	**(254,908)**
419	2,516	22,544	22,963
101,025	157,510	2,533	103,558
(247,270)	(44,270)	(8,870)	(256,140)
(3,831)	(3,147)	.....	(3,831)
(117,150)	(126,416)	(223,450)	(340,600)
(191,092)	(331,313)	(128,640)	(319,732)
(457,899)	**(345,120)**	**(335,883)**	**(793,782)**
165,668	187,943	.....	165,668
8,390,804	18,128,165	4,203,506	12,594,310
72,721	60,275	140,843	213,564
(9,057,719)	(19,082,683)	(4,254,997)	(13,312,716)
(428,526)	**(706,300)**	**89,352**	**(339,174)**
(465,969)	**456,037**	**8,037**	**(457,932)**
1,357,431	901,394	212,365	1,569,796
$ 891,462	**$ 1,357,431**	**$ 220,402**	**$ 1,111,864**
$ 133,347	$ 450,336	$ 203,848	$ 337,195
538,739	639,863	.....	538,739
219,376	267,232	16,554	235,930
$ 891,462	**$ 1,357,431**	**$ 220,402**	**$ 1,111,864**

COMBINED STATEMENT OF CASH FLOWS
ALL PROPRIETARY FUND TYPES, NONEXPENDABLE TRUST FUNDS
AND DISCRETELY PRESENTED OTHER COMPONENT UNITS
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(in thousands)

RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES	Proprietary		Fiduciary
	Enterprise	Internal Service	Nonexpendable
OPERATING INCOME/(LOSS)	$ 1,151,541	$ (594)	$ (96,519)
Adjustment to reconcile operating income to net cash provided/(used) by operating activities:			
Depreciation and amortization expense	10,551	33,980	.....
(Increase)/decrease in accounts receivable	(13,776)	2,548	.....
(Increase)/decrease in due from other funds	(1,262)	(11,843)	.....
Increase/(decrease) in allowance for uncollectibles	(380)	114	.....
(Increase)/decrease in inventories	295	37	.....
Increase/(decrease) in accounts payable	12,115	9,346	142,348
Increase/(decrease) in compensated absences	(86)	126	.....
Increase/(decrease) in due to other funds	2,677	2,728	.....
Increase/(decrease) in deferred revenues	.....	(5,504)	.....
Collection of the loan program	.....	.....	.....
Cash used for housing loans program	.....	.....	.....
Cash used for client benefits	.....	.....	.....
NET CASH PROVIDED/(USED) BY OPERATING ACTIVITIES	**$ 1,161,675**	**$ 30,938**	**$ 45,829**
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES			
Capital appreciation	$	$	$ .....
Distributions/transfers in of fixed assets	$	$	$ .....

Total Primary Government (Memorandum Only) 6/30/01	6/30/00	Component Units	Total Reporting Entity (Memorandum Only) 6/30/01
$ 1,054,428	$ 1,285,027	$ 165,438	$ 1,219,866
44,531	44,839	15,672	60,203
(11,228)	(16,797)	(402,711)	(413,939)
(13,105)	17,503	.....	(13,105)
(266)	25	.....	(266)
332	(33)	413	745
163,809	14,042	39,464	203,273
40	(145)	171	211
5,405	(1,884)	(1,104)	4,301
(5,504)	(35,821)	746	(4,758)
.....	.....	431,737	431,737
.....	.....	(401,115)	(401,115)
.....	(879)	(157,221)	(157,221)
$ 1,238,442	**$ 1,305,877**	**$ (308,510)**	**$ 929,932**
$	$	$ 705	$ 705
$	$ 107,218	$ 270	$ 270

COMBINED STATEMENT OF CHANGES IN NET ASSETS
DEFINED BENEFIT PENSION PLAN AND INVESTMENT TRUST FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(in thousands)

	Defined Benefit Pension Plan	Investment Trust Funds	Totals 6/30/01	Totals 6/30/00
ADDITIONS				
Contributions:				
Pension fund contributions - State	$ 540,341	$	$ 540,341	$ 606,298
Pension fund contributions - Non-State	1,510,665	.....	1,510,665	1,583,093
Purchase of time by employees	27,580	.....	27,580	24,891
Transfers in from other state funds	26,373	36,034	62,407	42,028
Deposits required by law	285	.....	285	223
Total Contributions and Other Deposits	2,105,244	36,034	2,141,278	2,256,533
Investment Income:				
Interest income	1,943,841	719,835	2,663,676	2,398,128
Dividends	807,045	.....	807,045	814,829
Real estate operating income, net	279,815	.....	279,815	282,410
Other investment income	6,984	.....	6,984	13,648
Net increase/(decrease) in fair value	(10,771,611)	.....	(10,771,611)	7,207,137
	(7,733,926)	719,835	(7,014,091)	10,716,152
Investment activity expense	(150,581)	.....	(150,581)	(171,184)
Transfer out - investment activity expense	.....	(1,382)	(1,382)	(1,779)
Net Income from investing activity	(7,884,507)	718,453	(7,166,054)	10,543,189
From security lending activities:				
Security lending income	599,531	147,965	747,496	670,967
Security lending expense	(553,885)	(140,559)	(694,444)	(627,508)
Net income from security lending	45,646	7,406	53,052	43,459
Total net investment income	(7,838,861)	725,859	(7,113,002)	10,586,648
TOTAL ADDITIONS	**(5,733,617)**	**761,893**	**(4,971,724)**	**12,843,181**
DEDUCTIONS				
Transfers out to state funds	37,317	.....	37,317	341
Benefit payments	2,786,893	.....	2,786,893	2,402,484
Property disposition loss	75	.....	75	167
Refund of contributions	2,599	.....	2,599	1,849
Administrative expense	11,961	307	12,268	12,615
TOTAL DEDUCTIONS	**2,838,845**	**307**	**2,839,152**	**2,417,456**
Depositor activity:				
Deposits	.....	54,277,409	54,277,409	44,175,935
Withdrawals	.....	(50,596,775)	(50,596,775)	(45,343,924)
Excess of deposits over withdrawals	.....	3,680,634	3,680,634	(1,167,989)
Net Increase	**(8,572,462)**	**4,442,220**	**(4,130,242)**	**9,257,736**
FUND BALANCES RESERVED FOR Employees' Pension Benefits and External Investment Pool Participants:				
Fund Balances, July 1	105,940,281	10,189,616	116,129,897	106,872,161
Adjustments to increase (decrease) beginning fund balances (Note 16)	(81,071)	.....	(81,071)	.....
Fund Balances, July 1, as restated	105,859,210	10,189,616	116,048,826	106,872,161
FUND BALANCES, JUNE 30	**$ 97,286,748**	**$ 14,631,836**	**$ 111,918,584**	**$ 116,129,897**

The accompanying notes to the financial statements are an integral part of this statement.

COMBINED STATEMENT OF CURRENT FUNDS REVENUES, EXPENDITURES AND OTHER CHANGES - STATE UNIVERSITY SYSTEM/COMMUNITY COLLEGES FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(in thousands)

	Primary Government		Component Units
	State University System		Community
	Unrestricted	Restricted	Colleges
REVENUES			
Educational and general:			
Student tuition and fees	$ 638,905	$	$ 400,191
Governmental appropriations - state	1,913,623	85	835,221
Governmental appropriations - federal	.....	7,326	.....
Grants, contracts, and gifts - governmental	38,869	826,997	413,617
Grants, contracts, and gifts - private	30,017	230,887	25,928
Sales and services of educational activities	40,555	20,042	8,744
Investment income	28,721	257	.....
Other sources	13,733	1,712	29,582
Total educational and general	2,704,423	1,087,306	1,713,283
Auxiliary enterprises:			
Sales and services - operations	325,397	.....	65,963
Student fees	100,194	.....	.....
Investment income	19,552	.....	.....
Total auxiliary enterprises	445,143	.....	65,963
TOTAL REVENUES	**3,149,566**	**1,087,306**	**1,779,246**
EXPENDITURES AND MANDATORY TRANSFERS			
Educational and general:			
Instruction	1,166,389	121,562	641,727
Research	256,177	439,906	.....
Public service	92,216	84,434	32,205
Academic support	363,989	22,325	174,992
Student services	134,616	18,153	170,639
Institutional support	320,220	23,769	252,942
Operations and maintenance of plant	216,977	4,645	159,080
Scholarships and fellowships	117,976	372,512	261,852
Educational and general expenditures	2,668,560	1,087,306	1,693,437
Mandatory transfers:			
Principal and interest	20,687	.....	4,141
Loan fund matching grants	93	.....	.....
Other	24,317	(147)	.....
Total educational and general	2,713,657	1,087,159	1,697,578
Auxiliary enterprises:			
Expenditures	377,268	.....	55,205
Mandatory transfers:			
Principal and interest	24,008	.....	.....
Renewals and replacements	400	.....	.....
Total auxiliary enterprises	401,676	.....	55,205
TOTAL EXPENDITURES AND MANDATORY TRANSFERS	**3,115,333**	**1,087,159**	**1,752,783**
OTHER TRANSFERS AND ADDITIONS/(DEDUCTIONS)			
Excess of restricted receipts over transfers to revenue	.....	39,422	5,314
Nonmandatory transfers	9,613	(17,523)	(13,309)
Component unit transfers	53,187	24,273	.....
Refunded to grantors	(59)	(549)	(638)
Reversions	(1,517)	.....	.....
TOTAL OTHER TRANSFERS AND ADDITIONS/(DEDUCTIONS)	**61,224**	**45,623**	**(8,633)**
NET INCREASES/(DECREASES) IN FUND BALANCES	**$ 95,457**	**$ 45,770**	**$ 17,830**

The accompanying notes to the financial statements are an integral part of this statement.

COMBINED STATEMENT OF CHANGES IN FUND BALANCES -
STATE UNIVERSITY SYSTEM/COMMUNITY COLLEGES
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(in thousands)

	Primary Government			
	Current Funds			Endowment
	Unrestricted	Restricted	Loan	Funds
REVENUES AND OTHER ADDITIONS				
Unrestricted current fund revenues	$ 2,704,423	$	$	$ .....
Auxiliary enterprises revenues	445,143	.....	.....	.....
State appropriations - restricted	.....	95	.....	.....
Federal appropriations - restricted	.....	7,326	.....	.....
Governmental grants and contracts - restricted	.....	853,124	692	.....
Private gifts, grants and contracts - restricted	.....	233,084	297	.....
Investment income - restricted	.....	11,628	1,468	(662)
Federal government advances	.....	.....	552	.....
Interest on loans receivable	.....	.....	2,373	.....
Expended for plant facilities	.....	.....	.....	.....
Retirement of indebtedness	.....	.....	.....	.....
Other revenues and additions	.....	21,677	940	.....
TOTAL REVENUES AND OTHER ADDITIONS	**3,149,566**	**1,126,934**	**6,322**	**(662)**
EXPENDITURES AND OTHER DEDUCTIONS				
Educational and general expenditures	2,668,560	1,087,306	.....	.....
Auxiliary enterprises expenditures	377,268	.....	.....	.....
Indirect costs recovered	.....	206	.....	.....
Refunded to grantors	59	549	69	.....
Loan cancellations and write-offs	.....	.....	1,353	.....
Administrative and collection costs	.....	.....	934	.....
Expended for plant facilities	.....	.....	.....	.....
Retirement of indebtedness	.....	.....	.....	.....
Interest on indebtedness	.....	.....	.....	.....
Disposal of plant facilities	.....	.....	.....	.....
Other expenditures and deductions	.....	.....	33	73
Reversions	1,517	.....	.....	.....
TOTAL EXPENDITURES AND OTHER DEDUCTIONS	**3,047,404**	**1,088,061**	**2,389**	**73**
TRANSFERS AMONG FUNDS-ADDITIONS/(DEDUCTIONS)				
Mandatory:				
Principal and interest	(44,695)	.....	.....	.....
Renewals and replacements	(400)	.....	.....	.....
Loan fund matching grants	(93)	.....	93	.....
Other mandatory transfers	(24,317)	147	.....	.....
Nonmandatory:				
Interfund	9,613	(17,523)	(526)	(16)
Component units	53,187	24,273	.....	.....
TOTAL TRANSFERS AMONG FUNDS	**(6,705)**	**6,897**	**(433)**	**(16)**
NET INCREASE/(DECREASE) FOR THE YEAR	**95,457**	**45,770**	**3,500**	**(751)**
Fund balances, July 1	477,129	223,391	96,322	4,208
Adjustments to beginning fund balances (Note 16)	.....	.....	.....	.....
Fund balances, July 1, as restated	477,129	223,391	96,322	4,208
FUND BALANCES, JUNE 30	**$ 572,586**	**$ 269,161**	**$ 99,822**	**$ 3,457**

The accompanying notes to the financial statements are an integral part of this statement.

Primary Government				Component Units
Plant Fund Group				
Unexpended	Renewals and Replacements	Retirement of Indebtedness	Investment in Plant	Community Colleges
$	$	$	$	$ 1,376,209
.....	.....	.....	.....	.....
257,221	.....	.....	.....	265,437
.....	.....	.....	.....	.....
7,255	.....	78	.....	419,132
500	.....	.....	.....	63,060
20,139	658	1,663	.....	32,675
.....	.....	.....	.....	.....
.....	.....	.....	.....	.....
.....	.....	.....	544,953	245,729
1,412	.....	.....	16,464	9,069
4,657	198	931	.....	50,178
291,184	**856**	**2,672**	**561,417**	**2,461,489**
.....	.....	.....	.....	1,742,331
.....	.....	.....	.....	55,205
.....	.....	.....	.....	3,816
.....	.....	.....	.....	765
.....	.....	.....	.....	1,107
.....	.....	37	.....	746
314,093	1,433	.....	.....	245,345
.....	.....	17,753	.....	9,361
.....	.....	31,195	.....	6,910
.....	.....	.....	165,138	50,833
10,368	.....	118	917	16,338
.....	.....	.....	.....	.....
324,461	**1,433**	**49,103**	**166,055**	**2,132,757**
(43)	.....	44,738	.....	.....
.....	400	.....	.....	.....
.....	.....	.....	.....	.....
24,170	.....	.....	.....	.....
4,588	1,262	2,602	.....	6
14,583	.....	.....	.....	.....
43,298	**1,662**	**47,340**	.....	**6**
10,021	**1,085**	**909**	**395,362**	**328,738**
532,308	12,100	22,763	4,911,313	3,904,698
26,258	.....	.....	(26,258)	(173)
558,566	12,100	22,763	4,885,055	3,904,525
$ 568,587	**$ 13,185**	**$ 23,672**	**$ 5,280,417**	**$ 4,233,263**

NOTES TO THE FINANCIAL STATEMENTS
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NOTES TO THE FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2001

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following summary of Florida's significant accounting policies is presented to assist the reader in interpreting the financial statements. These policies should be viewed as an integral part of the accompanying financial statements.

A. Reporting Entity

The State of Florida reporting entity consists of the State's legislative agencies; the Governor and Cabinet; the State departments, commissions, and boards of the Executive Branch; and the various offices relating to the Judicial Branch of State government. Component units, legally separate organizations for which the State is financially accountable, are also included in the State's reporting entity.

Criteria for defining the reporting entity are identified and described in the Governmental Accounting Standards Board's (GASB) *Codification of Governmental Accounting and Financial Reporting Standards*, Sections 2100 and 2600. These criteria were used to evaluate potential component units for which the State is financially accountable and other organizations for which the nature and significance of their relationship with the State are such that exclusion would cause the State's financial statements to be misleading or incomplete. The GASB has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of an organization's governing body and (1) the ability of the State to impose its will on that organization or (2) the potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the State. Additional information pertaining to the individual component units, joint ventures, and related organizations can be obtained from:

The Bureau of Accounting
101 East Gaines Street
Room 414, The Fletcher Building
Tallahassee, Florida 32399-0350
(850) 410-9951

B. Basis of Presentation

The State's financial statements have been prepared in accordance with generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board and present the financial data of the State of Florida (the primary government) and its component units. The component units are included in the State's reporting entity because of the significance of their operational or financial relationships with the State.

The financial position of the State University System is presented in a separate column on the Combined Balance Sheet - All Fund Types, Account Groups, and Discretely Presented Component Units in recognition that the accounting principles applied to the State University System fund types differ materially from those applied to the State's other fund types and account groups. The Combined Statement of Changes in Fund Balances and the Combined Statement of Current Funds Revenues, Expenditures, and Other Changes follow a form recommended by the National Association of College and University Business Officers and the American Institute of Certified Public Accountants (AICPA). The Combined Statement of Current Funds Revenues, Expenditures, and Other Changes is a statement of financial activities of current funds related to the current reporting period. This statement does not purport to present the results of operations or the net income or loss for the period as would a statement of income or a statement of revenues and expenses.

Total columns on the accompanying combined financial statements are captioned "Memorandum Only" because they are presented only to facilitate financial analyses. Inasmuch as the total columns include fund types, account groups, and discretely presented component units that use different bases of accounting, include both restricted and unrestricted amounts, and include interfund transactions that have not been eliminated, data in the total columns are not intended to present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Such data is not comparable to a consolidation.

BLENDED COMPONENT UNITS

The State has eleven blended component units. Blended component units are reported as though they are part of the State. GASB Statement No. 14 requires a component unit to be included in the State's financial statements using the blending method in either of these circumstances:

The component unit's governing body is substantively the same as the governing body of the State.

The component unit provides services entirely, or almost entirely, to the State or otherwise exclusively, or almost exclusively, benefits the State even though it does not provide services directly to it.

DISCRETELY PRESENTED COMPONENT UNITS

Component units that are not blended are discretely presented. Discrete presentation entails reporting component unit financial data in a column(s) separate from the financial data of the State. The following is a description of the State's discretely presented component units:

Community Colleges

Chapter 240, F.S., provides for 28 community colleges located throughout the State. Section 240.305, F.S., establishes the State Board of Community Colleges of the Department of Education. The Board is comprised of the Commissioner of Education, 1 student, and 11 lay citizens appointed by the Governor, approved by 4 members of the State Board of Education, and confirmed by the Senate. The community colleges follow the same accounting principles as the State University System. Due to the significance of the community colleges, they are displayed in a separate column from the remaining component units on the combined balance sheet.

Other Component Units

Financial data of discretely presented component units, other than community colleges, are included in the "other" column of the combined balance sheet. Additional condensed financial statement disclosures for "other" component units are included in Note 26 under the following categories:

Environmental

Water Management Districts – Section 373.069, F.S., created five water management districts in the State. The special districts have a fiscal year-end of September 30. The purpose of these districts is to protect property and the inhabitants in the districts against the effects of water, either from its surplus or deficiency. The Governor, subject to confirmation by the Senate, appoints members of the governing boards. Section 373.503(1), F.S., states that "the general regulatory and administrative functions of the districts...should fully or in part be financed by general appropriations."

Educational

Education-Related Entities – Component units in this category include university direct-support organizations, university faculty practice plans, other university-related organizations, and component units of the Department of Education. University DSOs are organized and operated to receive, hold, invest, and administer property and to make expenditures to, or for, the benefit of the State University System in the State of Florida. Faculty practice plans provide faculty members educationally oriented clinical practice settings and opportunities in the areas of health, medical, and dental care as an integral part of their academic activities and employment. Other university-related organizations include a teaching hospital and research centers. The Department of Education has not-for-profit corporations and a direct-support organization to further the State of Florida's educational-related issues.

Transportation

Transportation/Expressway Authorities - Any county, or two or more contiguous counties located within a single district of the Department of Transportation, may, by resolution adopted by the board of county commissioners, form an expressway authority which shall be an agency of the State, pursuant to the Florida Expressway Authority Act.

Community Affairs

Florida Housing Finance Corporation - Section 420.504, F.S., created the Florida Housing Finance Corporation within the Department of Community Affairs as an entrepreneurial public corporation organized to provide and promote the public welfare by administering the governmental function of financing or refinancing housing and related facilities in Florida.

Other

Additional Discretely Presented Component Units - Component units of the State also include various foundations, not-for-profit corporations, and direct-support organizations. The fiscal years of these component units may vary.

JOINT VENTURES

A joint venture is a legal entity or other organization that results from a contractual arrangement and that is owned, operated, or governed by two or more participants as a separate and specific activity subject to joint control, in which the participants retain (1) an ongoing financial interest or (2) an ongoing financial responsibility. The purpose of a joint venture is to pool resources and share the costs, risks, and rewards of providing goods or services to venture participants directly, or for the benefit of the general public or specific service recipients. Financial data for the joint ventures in which the State participates is not included in these statements. To obtain additional information pertaining to these joint ventures, please refer to Note 1A. The following are descriptions of the State's joint ventures:

Regional Planning Councils - Sections 186.501-.513, F.S., the "Florida Regional Planning Council Act," create regional planning agencies to assist local governments in resolving their common problems. The regional planning councils are designated as the primary organization to address problems and plan solutions that are of greater-than-local concern or scope. The State has 11 regional planning councils. Participants in these councils have no equity interest but are required by statutes to contribute to the support of these programs.

Board of Control for Southern Regional Education - Sections 244.01-.03, F.S., promote the development and maintenance of regional education services and facilities in the southern states to provide greater educational advantages and facilities for the citizens in the region. The states established a joint agency called the Board of Control for Southern Regional Education to submit plans and recommendations to the states from time to time for their approval and adoption by appropriate legislative action for the development, establishment, acquisition, operation, and maintenance of educational facilities in the region. There is no equity interest in this joint venture. Support for the Board is appropriated each year.

Southern States Energy Compact - Section 377.711, F.S., enacted this compact into law joining the State of Florida and other states to recognize that proper employment and conservation of energy, and employment of energy-related facilities, materials, and products can assist substantially in the industrialization of the South and the development of a balanced economy in the region. Funds are appropriated by the Legislature to support Florida's participation in the compact.

Miami-Dade Expressway Authority - Chapter 348, Part 1, F.S. - The Dade County Expressway Authority was created and established pursuant to the Florida Expressway Authority Act. It has the powers to acquire, hold, construct, improve, maintain, operate, own, and lease an expressway system. Its governing body consists of appointments by the State and county and the State has an indirect ongoing financial interest in the Authority.

Apalachicola-Chattahoochee-Flint River Basin (ACFRB) Commission - Section 373.71, F.S. - The Commission was created as an interstate administrative agency to promote interstate comity, remove causes of present and future controversies, equitably apportion the surface waters of the ACFRB, and engage in water planning. Operational funding required by the Commission is equally shared among the party states. There is no equity interest in this joint venture.

RELATED ORGANIZATIONS

Organizations for which a primary government is accountable because that government appoints a voting majority of the board, but is not financially accountable, are related organizations. Examples of such organizations include certain hospital districts, port authorities, and aviation authorities. Since the State is not

financially accountable for any of these organizations, applicable financial data is not shown. To obtain additional information pertaining to these related organizations, please refer to Note 1A.

C. Fund Accounting

The State of Florida's accounting systems are organized on the basis of funds and account groups. A fund is a fiscal and accounting entity having a self-balancing set of accounts for recording assets, liabilities, fund equity, revenues, either expenditures or expenses depending on the fund type, and other financing sources and uses.

Governmental fund types, proprietary fund types, fiduciary fund types, and account groups are used to record transactions relating to all State activities, except those pertaining to the State University System. State University System transactions are recorded in fund types as described in the AICPA College Guide model which is an acceptable alternative provided by GASB Statement No. 15, *Governmental College and University Accounting and Financial Reporting Models*. The aforementioned funds and account groups are described below.

GOVERNMENTAL FUND TYPES

General Fund - The general fund is the principal fund used to account for general governmental activities of the State. All financial transactions not required to be accounted for in other funds are accounted for in the general fund.

Special Revenue Funds - Special revenue funds are used to account for revenues which are legally restricted to expenditures for specific purposes. Principal sources of legally restricted revenues are motor fuel taxes and Federal grants.

Capital Projects Funds - Capital project funds are used to account for resources used for the acquisition or construction of major capital facilities other than those financed by enterprise funds, internal service funds, or trust funds.

Debt Service Fund - The debt service fund is used to account for resources earmarked to pay principal, interest, and service charges on general long-term debt.

PROPRIETARY FUND TYPES

Enterprise Funds - Enterprise funds are used to account for activities: (1) that are financed and operated in a manner similar to private business enterprises where the costs of providing goods or services to the general public on a continuing basis are to be financed or recovered primarily through user charges or (2) where the periodic determination of revenues earned, expenses incurred, and/or net income is appropriate. Certain segment information relative to enterprise funds is presented in Note 18.

Internal Service Funds - Internal service funds are used to account for the financing of goods or services provided by one department to other departments or other governmental units on a cost-reimbursement basis.

FIDUCIARY FUND TYPES

Fiduciary funds consist of expendable, nonexpendable, pension, and investment trust funds and agency funds which are used to account for financial resources held or administered by the State in a trustee capacity or as an agent for individuals, private organizations, other governmental units, or other funds. Each trust fund is classified for accounting measurement purposes as either a governmental-type fund or a proprietary-type fund. Accordingly, expendable trust funds are accounted for in the same manner as governmental funds, whereas the nonexpendable, pension, and investment trust funds are accounted for in the same manner as proprietary funds. Agency funds are purely custodial in nature; that is, all assets are held for others. Therefore, assets equal liabilities. Accounting for an agency fund does not involve measuring results of operations.

ACCOUNT GROUPS

The general fixed assets account group is used to establish accounting control for general fixed assets. General fixed assets are usually acquired with resources of governmental fund types and used in association with governmental fund activities. Fixed assets of the proprietary-type funds are reported within those funds.

The general long-term debt account group is used to establish accounting control for unmatured long-term debt and other obligations of governmental fund types not paid with current resources. Obligations of funds using proprietary fund accounting are reported as liabilities in those funds rather than in the general long-term debt account group.

The account groups are not funds. They consist of self-balancing sets of accounts and are used only to establish accounting control over general fixed assets and general long-term obligations. Account groups are not used to account for available resources, the acquisition of fixed assets, or payment of liabilities.

STATE UNIVERSITY SYSTEM FUND TYPES

Current Funds - Current funds are used to account for those economic resources which are expendable for operational purposes in performing the primary objectives of the State University System. Resources restricted by donors or other outside agencies for specific current operating purposes are reported as restricted current funds; resources not so restricted are reported as unrestricted current funds.

Loan Funds - Loan funds are used to account for loans to students and the resources available for such loans. The terms of the loan agreements with donors usually specify that the money be used on a revolving basis; that is, repayments of principal and interest by a student borrower are restored to the fund and loaned to other students.

Endowment Funds - Endowment funds are used to account for gifts which the donors or outside agencies have stipulated, as a condition of the gift, that the principal is to be maintained inviolate in perpetuity and invested for the purpose of producing income. The income from these investments is reported in the fund in which it is to be used.

Unexpended Plant Funds - Unexpended plant funds are used to account for unexpended resources received from various sources to finance the acquisition of long-lasting plant assets and liabilities associated with those resources.

Renewals and Replacements Plant Funds - Renewals and replacements plant funds are used to account for resources to be used to provide for the renewal and replacement of plant fund assets as distinguished from resources used for additions and improvements to plant.

Retirement of Indebtedness Funds - Retirement of indebtedness funds are used to account for the accumulation of resources to be used for payment of principal and interest and other debt service charges, including contributions for sinking funds, relating to plant fund indebtedness.

Investment in Plant Fund - The investment in plant fund is used to account for all long-lasting assets and their associated liabilities used in activities of the State University System, except for the assets accounted for as investments in endowment funds. This fund includes all construction in progress at June 30.

Agency Funds - The agency funds are used to account for and report funds held by the institutions of the State University System as custodian or fiscal agent for others.

D. Basis of Accounting

Basis of accounting refers to when revenues, expenditures or expenses, transfers, and the related assets and liabilities are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the nature of the measurement. The accounting and financial reporting treatment applied to a fund is determined by its measurement focus.

All governmental fund types, expendable trust funds, and agency funds are accounted for using the modified accrual basis of accounting. Revenues, except for certain grant revenues, are recognized when they become measurable and available to finance expenditures of the current period. When grant terms provide that the expenditure of funds is the primary factor for determining eligibility for grant funds, revenue is recognized at the time the expenditure is made.

Expenditures are recognized under the modified accrual basis of accounting when the related fund liability is incurred. Exceptions to this general rule include: (1) expenditures for insurance and similar services extending

over more than one accounting period generally are not allocated between or among accounting periods but usually are accounted for as expenditures of the period of acquisition and (2) principal and interest on general long-term debt are recognized when due.

The measurement focus of the governmental fund types and expendable trust funds is the current financial resources method which emphasizes the determination of financial position and changes in financial position, rather than net income determination. Only current assets and current liabilities are generally accounted for in these funds.

All proprietary fund types, State University System fund types, and the nonexpendable, pension, and investment trust funds are accounted for using the accrual basis of accounting. Revenues are recognized when earned and expenses or expenditures, as applicable, are recognized when incurred. An exception to this general rule for revenue recognition may occur in State University System restricted current funds when expenditures are made for current operating purposes. The measurement focus of the State University System fund types is on the status of funds and on the flow of resources through the fund entities. The primary objective of accounting and reporting in the State University System fund types is accounting for resources received and used rather than a determination of net income.

The measurement focus of the proprietary fund types and the nonexpendable, pension, and investment trust funds is on a flow of economic resources method which emphasizes the determination of net income, financial position, and cash flows. All fund assets and liabilities, current and noncurrent, are accounted for on the balance sheet. Each proprietary fund has the option under Governmental Accounting Standards Board (GASB), Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting* to elect to apply all Financial Accounting Standards Board (FASB) pronouncements issued after November 30, 1989, unless FASB conflicts with GASB. The State of Florida has elected to not apply FASB pronouncements issued after the applicable date.

To the extent that State University System current funds are used to finance plant fixed asset acquisitions, the amount so provided is accounted for as: (1) expenditures, in the case of normal replacement of movable equipment and library books; (2) mandatory transfers, in the case of required provisions for debt amortization, interest, and equipment renewal and replacement; and (3) transfers of a nonmandatory nature for all other cases. Transfers are recognized by all funds affected in the accounting period in which the interfund receivable and payable arise.

E. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of money are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the general, special revenue, capital projects, expendable trust, and State University System funds. Encumbrances outstanding at fiscal year-end are reported as reservations of fund balances.

F. Reserves of Fund Balance

Reserves are established to indicate that a portion of fund balance is not appropriable or is legally segregated for specific future use. The types of reserves of the State's fund balances are described as follows:

Reserve for encumbrances - represents outstanding purchase orders, contracts, and other commitments.

Reserves for inventory, advances, and long-term receivables - represents fund assets that are not expendable financial resources.

Reserve for debt service - represents fund assets restricted for payment of debt service.

Reserve for endowment principal - represents trust fund assets that must be held in perpetuity by the donee.

Reserve for employees' pension benefits - represents cumulative assets available and restricted for the payment of obligations of the pension plans. The reserve captures the difference between total pension assets and liabilities at the reporting date.

Reserve for Investment Trust Fund participants - represents the net assets held in trust for fund participants.

Other reserves - represents fund assets restricted for various reasons including donor-imposed restrictions and statutory guidelines.

G. Cash and Cash Equivalents

Cash includes cash on hand and on deposit in banks, including demand deposits, time deposits, and certificates of deposit. Most deposits are held by financial institutions qualified as public depositories under Florida law. Cash equivalents are short-term, highly liquid investments. For the purposes of GASB *Codification Section 2450, Cash Flow Statements,* pooled investments with the State Treasury include cash equivalents.

H. Investments

Investments, other than investments of the Local Government Surplus Funds Trust Fund and the Debt Service Escrowed Fund, are reported at fair value at the reporting date. The investments of the Local Government Surplus Funds Trust Fund, a Securities and Exchange Commission Rule 2a7-like external investment pool, are reported at amortized cost. The investments of the Debt Service Escrowed Fund, which meet the requirements of a legal or in-substance defeasance, are reported at cost. Cash deposited in the State Treasury is to be kept fully invested pursuant to Section 18.10(1), F.S. The State Treasury is responsible for safekeeping and servicing moneys and securities required to be deposited as collateral by insurers and agents as a prerequisite to doing business in the State. Securities held solely in a custodial capacity for non-State entities are not reported on the State's combined balance sheet. The State invests moneys in various investment vehicles including derivatives, as authorized by Florida Statutes. Details of these investments are included in Note 3.

I. Inventories

With the exception of the State University System inventories as discussed below, most inventories consist of expendable supplies, although the inventories in some funds include small quantities of goods purchased for resale.

Methods of recording expenditures for inventories include both the consumption method and the purchases method, depending on the type of inventory and individual department accounting policy. Under the consumption method, inventories are recorded as expenditures when used or consumed. Under the purchases method, inventories are recorded as expenditures when purchased rather than when subsequently used. Inventories accounted for using the purchases method are included on the combined balance sheet by recording an offsetting reservation of fund balance for the value of such inventories reported.

Accounting methods, including valuation, vary for different inventories. The most common are described below:

General Fund and Special Revenue Funds - Inventories of the general fund and special revenue funds utilize either the purchases or consumption method and are valued using various methods of determining cost.

Proprietary Fund Types - Inventories of proprietary fund types are accounted for using either the consumption or purchases method and are valued using various methods of determining cost.

State University System Funds - Inventories reported by the State University System consist of expendable supplies and goods for resale. Both categories of inventories are expended when consumed or sold. Most of the inventories are valued at cost using the last-invoice-price method.

J. Fixed Assets and Depreciation

Expenditures for fixed assets acquired or constructed for general governmental purposes are reported in the governmental fund types and expendable trust funds that financed the acquisition or construction. The fixed assets so acquired are capitalized (recorded) at cost in the general fixed assets account group, except for public domain (infrastructure) general fixed assets which are not capitalized. General fixed assets are not depreciated and interest expenditures during construction are not capitalized.

Fixed assets acquired or constructed by proprietary fund types, the nonexpendable trust fund, and the pension trust fund are capitalized in the fund financing the acquisition or construction. The fixed assets are recorded at cost and depreciated principally on a straight-line basis over useful lives ranging from 15 to 50 years for buildings and improvements and 3 to 20 years for machinery, equipment, and library resources. Net interest costs are capitalized during the construction period. Revenue-producing toll facilities (roads and bridges) are

recorded as "improvements other than buildings." State University System fixed assets are generally stated at cost and are not depreciated.

Not included in reported fixed assets are the collections at various historic sites and museums throughout the State. For example, the Florida Museum of Natural History at the University of Florida contains collections of biological, archaeological, geologic, and ethnographic items. The Museum of Florida History, located in Tallahassee, currently has artifacts illustrating the history of Florida since the arrival of human beings on the peninsula. It also has access to collections that include Florida upland and underwater archaeology, Florida archives, and Florida and Spanish colonial numismatics. Although these collections are considered irreplaceable and quite valuable, no attempt has been made to place a dollar value on them.

K. Long-Term Debt

Long-term obligations that will be financed from resources to be received in the future by governmental fund types and most expendable trust funds are reported in the general long-term debt account group, not in individual funds. Long-term obligations to be financed from proprietary fund types, the nonexpendable trust fund, the pension trust fund, the State University System funds, and the Florida Prepaid College Trust Fund and the Special Disability Trust Fund (expendable trust funds) are recorded in the applicable funds rather than in the general long-term debt account group.

L. Compensated Absences

Employees earn the right to be compensated during absences for vacation and illness as well as for unused special compensatory leave earned for hours worked on legal holidays and other specially authorized overtime. Compensated absences for annual leave are recorded as a liability when the benefits are earned. Compensated absences for sick leave are calculated based on the vesting method. Within the limits established by law or rule, the value of unused leave benefits will be paid to employees upon separation from State service.

In governmental fund types and expendable trust funds, the expenditure for leave benefits is recognized when payments are made to employees; however, a long-term liability for unused vacation and calculated sick leave benefits is recorded in the general long-term debt account group.

In proprietary fund types, the nonexpendable trust fund, and the pension trust fund, the cost of vacation and calculated sick leave benefits is recognized (accrued) in the period they are earned and the corresponding liability for payment of such obligations is recorded in the applicable fund rather than in the general long-term debt account group.

The compensated absences liability of the State University System is recorded in the unrestricted funds. Although the State University System liability is expected to be funded primarily from future appropriations, generally accepted accounting principles for universities following the AICPA College Guide model do not permit the recording of a receivable in the unrestricted current funds in anticipation of future appropriations.

In all funds and the general long-term debt account group, the compensated absences amounts are based on June 30, 2001, salary rates and include employer social security and pension contributions at current rates.

M. Nonmonetary Transactions

Florida participates in various activities which are, in part, represented by nonmonetary transactions. The majority of these nonmonetary transactions are reported within the receiving governmental funds of the State's reporting entity. Examples include nonmonetary assistance in the form of Federal grants, such as food stamps and donated food commodities. The State also acts as an agent for the United States Department of Agriculture in the distribution of donated food commodities to qualifying organizations outside the State reporting entity. Transactions relating to this activity are not reported in the accompanying financial statements.

State Attorneys and Public Defenders of the State of Florida are furnished certain office space and other services by counties under the provisions of Chapter 27, Florida Statutes. Some counties also provide certain facilities and services to other officers and staff of the judicial branch. The value of these services provided by the counties is not reported as a revenue.

N. Change in Functional Classifications for Governmental Expenditures

Prior to the fiscal year ended June 30, 2001, the State of Florida reported its governmental expenditures by functional classifications as determined by state program. The state program is determined by the Office of the Governor and is used in the State's budgeting process. Due to recent changes in the State's budgeting structure, the State has adopted a functional classification that closely follows the bill section classification in the *General Appropriations Act*. This functional classification, beginning for the fiscal year ended June 30, 2001, should provide a consistent means of classifying governmental expenditures on an ongoing basis. The change has been applied to the June 30, 2000, balances. The change only affects the classification of total governmental expenditures, and does not result in any change to fund balance. The following table presents the change in functional classifications:

Functional Classifications Prior to July 1, 2000	Functional Classifications After June 30, 2000
▪ Economic opportunities, agriculture and employment	▪ General government
▪ Public safety	▪ Education
▪ Education	▪ Human services
▪ Health and social services	▪ Criminal justice and corrections
▪ Housing and community development	▪ Natural resources and environment
▪ Natural resources and environmental management	▪ Transportation
▪ Recreational and cultural activities	▪ State courts
▪ Transportation	
▪ Governmental direction and support services	

O. Implementation of GASB Statements No. 33 and No. 36

Effective July 1, 2000, the State implemented the new accounting and reporting standards required in GASB Statement No. 33 – *Accounting and Financial Reporting for Nonexchange Transactions.* Statement No. 33 establishes accounting and financial reporting standards for recording revenues, expenses or expenditures, assets, and liabilities resulting from nonexchange transactions in which a government gives or receives value without directly receiving or giving equal value in exchange. The requirements of Statement No. 33 only pertain to nonexchange transactions that involve financial or capital resources. Nonexchange transactions are recorded based on timing and eligibility of an event on an accrual or modified accrual basis of accounting as appropriate. The provisions of this standard had no material effect on the State's primary government for the fiscal year ended June 30, 2001. A majority of the provisions for accrual accounting will affect transactions occurring in the fiscal year ended June 30, 2002, when GASB Statement No. 34, *Basic Financial Statements-and Management's Discussion and Analysis-for State and Local Governments*, becomes effective.

However, for the fiscal year ended June 30, 2001, Statement No. 33 requires the State's component units to recognize grants and contributions as nonoperating revenue on the statement of revenues, expenses, and changes in retained earnings. In prior periods some component units had recorded grants and contributions as contributed capital (i.e. an increase to the equity section of the balance sheet). The total effect on the State's financial statements of these component units adopting provisions of Statement No. 33 during fiscal year 2001 resulted in additional grant revenue of approximately $66 million.

In addition, the State implemented GASB Statement No. 36 – *Recipient Reporting for Certain Shared Nonexchange Revenues.* Statement No. 36, which amended Statement No. 33, provides symmetrical accounting treatment for certain shared revenues by requiring recipient governments to account for the sharing of revenues in the same manner as provider governments.

P. Future Changes in Accounting Standards

The GASB has issued GASB Statement No. 34 – *Basic Financial Statements-and Management's Discussion and Analysis-for State and Local Governments;* GASB Statement No. 35 – *Basic Financial Statements-and Management's Discussion and Analysis-for Public Colleges and Universities, an amendment of GASB Statement*

No. 34; GASB Statement No. 37 – *Basic Financial Statements-and Management's Discussion and Analysis-for State and Local Governments: Omnibus, an amendment of GASB Statements No. 21 and No. 34; and GASB Statement No. 38 – Certain Financial Statement Note Disclosures.* These new accounting and reporting standards will impact the State's revenue and expenditure recognition and assets, liabilities and fund equity reporting. The new standards will also require reformatting the financial statements and the restating of beginning balances. The State will implement these standards as required for the fiscal year ending June 30, 2002. When implemented, comparability with reports issued in all prior years will be affected.

NOTE 2 – BUDGETARY PROCESS, REPORTING, AND GAAP RECONCILIATION

A. Budget Process

Chapter 216, Florida Statutes, promulgates the process used to develop the budget for the State of Florida. By September 1 of each year, the head of each State agency and the Chief Justice of the Supreme Court for the Judicial Branch submit a final annual legislative budget request to the Governor and Legislature. Then, at least 45 days before the scheduled annual legislative session in each year, the Governor, as Chief Budget Officer, submits his recommended budget to each legislator.

The Governor also provides estimates of revenues sufficient to fund the recommended appropriations. Estimates for the General Revenue Fund, Budget Stabilization Fund, and Working Capital Fund are made by the Revenue Estimating Conference (see the description of the budgetary basis fund types in the next section). This group includes members of the Executive and Legislative branches with forecasting experience who develop official information regarding anticipated state and local government revenues as needed for the state budgeting process. In addition to the Revenue Estimating Conference, other consensus estimating conferences cover national and state economics, national and state demographics, the state public education system, criminal justice system, social services system, transportation planning and budgeting, the child welfare system, the juvenile justice system, and the career education planning process.

Trust fund revenue estimates are generally made by the agency that administers the fund. These estimates are reviewed by the Governor and then incorporated into his recommended budget.

The Governor's recommended budget forms the basis of the appropriations bill. As amended and approved by the Legislature (subject to the line-item veto power of the Governor and override authority of the Legislature), this bill becomes the General Appropriations Act.

The Governor and the Chief Justice of the Supreme Court may, under certain conditions, establish releases for amounts not appropriated by the Legislature to agencies and the Judicial Branch, respectively. These releases, called additional appropriations, are made primarily for nonoperating disbursements, such as the purchase of investments and the transfer of money between State funds.

The State Comptroller, as Chief Fiscal Officer, approves disbursements in accordance with legislative authorizations. The budget is controlled at the account code level, which is defined as an appropriation category (e.g., salaries) within a budget entity. The Governor and the Comptroller are responsible for detecting conditions which could lead to a deficit in any agency's funds and reporting that fact to the Legislative Budget Commission and the Chief Justice of the Supreme Court. The Constitution of the State, Article VII, Section 1(d), states, "Provision shall be made by law for raising sufficient revenue to defray the expenses of the State for each fiscal period."

The Legislature is responsible for annually providing direction in the General Appropriations Act regarding the use of the Budget Stabilization Fund and the Working Capital Fund to offset General Revenue Fund deficits. Absent any specific direction to the contrary, the Governor and the Chief Justice of the Supreme Court shall comply with guidelines provided in Section 216.221(5), F.S., for reductions in the approved operating budgets of the Executive Branch and the Judicial Branch.

If circumstances warrant, the head of a department or the Chief Justice of the Supreme Court may transfer appropriations (other than fixed capital outlay appropriations) but only to the extent of 5 percent of the original appropriation or $150,000, whichever is greater. Transfers of general revenue appropriations in excess of 5 percent or $150,000, whichever is greater, or for fixed capital outlay, must be approved by the Legislative Budget Commission or the Chief Justice of the Supreme Court. The Governor and the Chief Justice of the Supreme

Court may approve transfers of expenditure authority within any trust fund for agencies and the Judicial Branch, respectively.

At the end of the fiscal year, any balance of an operating appropriation which has not been disbursed but is expended (recorded as a payable) or contracted to be expended (recorded as a reserve for encumbrances in governmental fund types) may be certified forward into the next fiscal year. Certifications forward for agencies and the Judicial Branch are subject to the approval of the Governor and the Chief Justice of the Supreme Court, respectively. Any undisbursed operating appropriation not certified forward reverts to the fund from which it was appropriated as of June 30. Any certified forward operating appropriation remaining after December 31 reverts and is available for reappropriation. Any unexpended appropriation balance for fixed capital outlay subject to, but not under the terms of a binding contract or a general construction contract prior to February 1 of the second fiscal year, or the third fiscal year if it is for educational facilities as defined in Chapter 235, F.S., or a construction project of the Board of Regents, shall revert on February 1 of such year to the fund from which appropriated and shall be available for reappropriation. Universities may carry forward certain unexpended appropriations up to 5 percent of their total operating budget, which are not subject to reversion.

B. Budgetary Basis of Accounting

The budgetary basis of accounting required by State law differs materially from the basis used to report revenues and expenditures in accordance with generally accepted accounting principles (GAAP). Appropriations are made from funds that are prescribed by law. These legal basis fund types (known as State funds) are the General Revenue Fund, numerous trust funds, the Budget Stabilization Fund, and the Working Capital Fund.

Certain moneys, known as local funds, available to agencies for their operations are maintained outside the State Treasury. Because the funds are located in banks outside of the State Treasury, budgetary authority and the disbursement of these funds are not controlled by the State Comptroller. For example, the State Board of Administration operates from such funds.

Budgetary basis revenues are essentially reported on the cash basis and include amounts classified by GAAP as other financing sources. Budgetary basis expenditures include disbursements, except those for prior year certified forwards, plus current year payables and encumbrances which are certified forward into the next fiscal year. They also include amounts classified by GAAP as other financing uses. State law requires prior year payables and encumbrances not certified forward to be paid from the current year budget. The presentation of the budgetary data excludes most fixed capital outlay projects. Many fixed capital outlay projects are funded on a multi-year basis since major construction projects require several years to complete. These are accounted for as capital projects funds. Appropriations are made in total the first year even though they are released and expended over a period of years as required by the projects. Although the State Transportation Trust Fund within the Department of Transportation is reported as a special revenue fund, the projects within the fund are primarily of a multi-year nature, generally requiring several years to complete and are accounted and appropriated for accordingly. Because of the multi-year nature of such projects, these multi-year fixed capital outlay projects and the State Transportation Trust Fund are not presented on the Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual (Budgetary Basis) - All Budgetary Fund Types. The total expenditures for these fixed capital outlay projects for the fiscal year ended June 30, 2001, were $85 million for general revenue and $6.8 billion for trust funds.

State agencies maintain the accounting records used in financial statement preparation in accordance with GAAP. However, the State's accounting system has the capability of also accumulating financial data on the budgetary basis. Therefore, the Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual (Budgetary Basis) - All Budgetary Fund Types is presented using the following statutorily prescribed fund types: General Revenue, Trust, Budget Stabilization, and Working Capital Funds. Expenditures are presented by appropriation category and are divided between operating and nonoperating categories. This presentation reflects the actual appropriation process as adopted by the State.

Additional disclosures of budgetary basis financial information may be obtained from the State Comptroller's Office. Refer to Note 1A for correspondence information.

C. GAAP Reporting Reconciliation

The Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (Budgetary Basis) - All Budgetary Fund Types presents comparisons of the legally adopted budget with actual data on a budgetary basis. Since accounting principles applied for the purposes of developing data on a budgetary basis differ significantly from those used to present financial statements in conformity with generally accepted accounting principles, a reconciliation of fund balances for the fiscal year ended June 30, 2001, is presented in the following schedule (in thousands):

	GAAP BASIS FUND TYPES	
	General	Special Revenue
Budgetary basis fund balances:		
General Revenue	$ 537,516	$ .....
Trust	.....	9,429,874
Budget Stabilization	893,990	.....
Working Capital	292,247	.....
	1,723,753	9,429,874
Trust funds budgetary fund balances other than special revenue funds:		
Included in the general fund	7,160	(7,160)
Included in the proprietary fund types	.....	(609,013)
Included in the trust and agency fund types	.....	(3,291,661)
Included in the State University System funds	.....	(956,094)
Security lending investments within the Treasury	361,564	335,233
Fair value adjustment to investments within the Treasury	1,770	1,638
Special investments within the Treasury	5,644	12,799
Budgetary basis fund balances within the GAAP basis fund types*	2,099,891	4,915,616
Nontreasury cash and investments	10,402	185,634
Receivables not certified forward (only certain expenditure refunds are certified forward)	1,732,308	2,898,437
Inventories and prepaid items	15,890	24,267
Liabilities not certified forward (accrual items not recognized in the certified forward process)	(535,723)	(4,094,834)
Encumbrances	102,945	1,178,013
GAAP basis fund balances of budgetary funds within the GAAP basis fund types	3,425,713	5,107,133
GAAP basis fund balances not included in the trust funds budgetary fund balances	.....	1,050,374
GAAP basis fund balances of local (nonbudgetary) funds **	.....	97,427
GAAP basis fund balances	$ 3,425,713	$ 6,254,934
Treasury cash and investments	$ 2,787,004	$ 5,252,236
Certified forward receivables	9,025	1,949
Certified forward operations and fixed capital outlay	(696,138)	(338,569)
*Budgetary basis fund balances within GAAP basis fund types	$ 2,099,891	$ 4,915,616
Cash and investments	$ 8,265	$ 128,892
Receivables	76	20,575
Inventories and prepaids	.....	552
Liabilities	(8,341)	(52,592)
**GAAP basis fund balances of local (nonbudgetary) funds	$	$ 97,427

NOTE 3 - DEPOSITS AND INVESTMENTS

A. Deposits

At June 30, 2001, the carrying amount of deposits totaled $3,504,072,782 which consisted of the following: $1,163,776,913 cash and cash equivalents in financial institutions; $9,552 restricted cash and cash equivalents in financial institutions; and $2,340,286,317 pooled investments with the State Treasury. The reported carrying amount of component unit deposits totaled $557,047,361 which consisted of cash and cash equivalents in financial institutions.

Chapter 280, F.S., generally requires public funds to be deposited in a bank or savings association that is designated by the State Treasurer as authorized to receive deposits in the State and that meets the collateral requirements. Collateral in the amount of the greater of the average daily balance of public deposits multiplied by average monthly balance of public deposits or 125 percent of the average daily balance of public deposits greater than capital, is required to be deposited with the State Treasurer. Collateral may be held by another custodian with approval of the Treasurer if conditions are met which protect the State's interests. The amount of collateral may be increased to 125 percent of the average daily balance of public deposits if specified conditions exist. Eligible collateral includes federal, federally-guaranteed, state and local government obligations, and corporate bonds.

Statutes provide that if a loss to public depositors is not covered by deposit insurance and the proceeds from the sale of securities pledged by the defaulting depository is not sufficient, the difference will be provided by an assessment levied against other qualified public depositories of the same type as the depository in default.

Deposits held in trust that are fully secured under trust business laws, deposits that are fully secured under Federal regulations, and/or deposits that are outside the country are exempted from being placed with a qualified public depository. Also exempt are deposits of the System Trust Fund, which is used to administer the Florida Retirement System, and wire transfers and transfers of funds solely for the purpose of paying registrars and paying agents. A number of these deposits, however, are insured or collateralized.

The deposit balances reported by the State's banks totaled $3,336,958,939. Of this amount, $2,385,713,152 was covered by Federal and other depository insurance or the collateral pool described above and $951,245,787 was uncollateralized. The deposit balances reported by component unit banks totaled $583,093,312. Of this amount, $368,489,086 was covered by Federal and other depository insurance or the collateral pool described above, $191,548,740 was collateralized with securities held by the pledging financial institution's trust department in the Component Unit's name, and $23,055,486 was uncollateralized.

B. Investments

The schedules below disclose the carrying value and fair value of each type of investment classified in categories of credit risk. These categories are as follows:

a. Insured or registered, or securities held by the State or its agent in the State's name.
b. Uninsured and unregistered, with securities held by the counterparty's trust department or agent in the State's name.
c. Uninsured and unregistered, with securities held by the counterparty, or by its trust department or agent but not in the State's name.

Certain investments, such as mutual funds, cannot be categorized because they are not evidenced by securities that exist in physical or book entry form. Securities held by the other parties underlying security lending agreements also are not categorized.

1. Pooled Investments with the State Treasury

Unless specifically exempted by statute, all cash of the State must be deposited in the State Treasury. Certain component units are allowed by statute to deposit cash with the State Treasury. The State Treasury, in turn, keeps the funds fully invested to maximize interest earnings. Authorized investment types are set forth in Section 18.10, F.S., and include certificates of deposit, direct obligations of the United States Treasury, obligations of Federal agencies, asset-backed or mortgage-backed securities, commercial paper, bankers' acceptances, medium term corporate obligations, repurchase agreements, commingled and mutual funds,

derivatives, negotiable certificates of deposit; and, subject to certain rating conditions, foreign bonds denominated in U.S. dollars and registered with the Securities and Exchange Commission (SEC) for sale in the United States and convertible debt obligations of any corporation domiciled within the United States.

State Treasury holdings at June 30 include $131,114,306 held for component units. Deposits held by the State Treasury for component units are reported by the component units as "Due from primary" and may differ in amount due to different component unit reporting periods.

The State Treasury records as an investment, funds credited to the State's account in the Federal Unemployment Compensation Trust Fund pursuant to Section 903 of the Social Security Act. The fund is drawn upon primarily to pay unemployment compensation benefits. This money is pooled with deposits from other states and is managed by the Federal Government. No disclosures can be made of specific securities owned.

Security Lending. State statutes authorize the State Treasury to participate in a security lending program. Agents of the State Treasury loan securities, including U.S. Government and federally-guaranteed obligations and bonds and notes to broker/dealers for collateral with a simultaneous agreement to return the collateral for the same securities in the future. Collateral for loaned securities cannot be less than 100 percent of the fair value of the underlying security plus accrued interest. Such collateral may consist of cash; government securities; unconditional, irrevocable standby letters of credit; or other assets specifically agreed to in writing. Cash collateral is invested by the agent in investments authorized by Section 18.10, F.S. Maturities of investments made with cash collateral generally are not matched to maturities of the securities loaned because security loan agreements are generally open-ended with no fixed expiration date. Since the collateral under security lending agreements (including accrued interest) exceeded the fair value of the securities underlying those agreements (including accrued interest), the Treasury had no credit risk exposure at June 30, 2001. If a situation occurs where an agent does not receive collateral sufficient to offset the fair value of any securities lent, or the borrowers fail to return the securities or fail to pay the State Treasury for income distributions by the securities' issuers while the securities are on loan, the agent is required to indemnify the State Treasury for any losses which might occur. The State Treasury does not have the ability to pledge or sell the noncash collateral securities so the noncash portion of the collateral held (U.S. Government and federally-guaranteed obligations valued at $370,329,637) is not reported in the balance sheet.

Derivatives. The State invests in derivatives of asset-backed and mortgage-backed securities to improve yield. Investments in derivatives of mortgage-backed securities include various classes such as "Interest Only" and "Principal Only". These derivatives are based on cash flows from interest and principal payments on underlying mortgages. Therefore, prices of mortgage derivatives are highly sensitive to pre-payments by mortgagees caused by changing market conditions. The State utilized option contracts during the year but none were in force at June 30, 2001. In the following Schedule of Pooled Investments, the fair value of derivatives, $2,030,587,444, is included in the pooled investments categorized as U.S. Government obligations and Federal agencies and bonds and notes.

Detail of the holdings and a reconciliation to the memorandum total of the combined balance sheet, as well as the credit risk of investments held, is as follows (in thousands):

Schedule of Pooled Investments

	Risk Category A	Risk Category B	Fair Value
Certificates of deposit	$ 5,004	$ 10,000	$ 15,004
U. S. Government and federally guaranteed obligations	4,309,059	99,970	4,409,029
Bankers' acceptances	205,708	.....	205,708
Commercial paper	980,586	140,724	1,121,310
Repurchase agreements	76,079	384,930	461,009
Bonds and notes	3,112,390	759,196	3,871,586
Total Classifiable Investments	$ 8,688,826	$ 1,394,820	10,083,646
Unemployment compensation funds pooled with U. S. Treasury			2,100,569
Mutual funds			935,750
Securities held with others under security lending agreements			1,345,316
Total Nonclassifiable Investments			4,381,635
Total Investments			14,465,281
Cash on hand			300
Cash on deposit			2,340,286
Total State Treasury Holdings			16,805,867
Adjustments:			
Outstanding warrants			(978,682)
Unsettled securities liability			(804,317)
Reconciled balance, June 30, 2001			$ 15,022,868
Combined balance sheet presentation:			
Pooled Investments with State Treasury (all fund types)			$ 14,803,501
Restricted Assets (see Note 10)			219,367
Total			$ 15,022,868

2. Other Investments

Florida Statutes allow investment of funds in a range of instruments including federally-guaranteed obligations, other Federal agency obligations, certain State bonds, commercial paper, obligations of a Florida political subdivision as permitted by law, common stock, repurchase and reverse repurchase agreements and real estate. Securities identified above may be loaned to securities dealers, provided the loan is collateralized by cash or United States government securities having a fair value of at least 100 percent of the fair value of the securities loaned. If bond proceeds are invested, investments must be made in accordance with bond covenants. These covenants usually require investment in federally-guaranteed obligations.

Through the State Board of Administration (SBA), various funds, including the Defined Benefit Pension Plan, the Investment Trust Funds, the Florida Lottery Trust Fund, the Florida Hurricane Catastrophe Fund, the Florida Prepaid College Trust Fund, and the Chiles Endowment Fund participate in security lending programs. The SBA had received and invested $16,738,219,621 in cash and held $346,424,828 in U.S. Government securities as collateral for the lending programs as of June 30, 2001. At June 30, 2001, the collateral held for the security lending transactions exceeded the fair value of the securities underlying the agreements (including accrued interest) except for total credit risk of $226,073 in two of the security lending programs. All securities lending programs have indemnity clauses requiring the lending agent to assume borrower's risk from default. Maturities of investments made with cash collateral generally are not matched to maturities of the securities loaned, due to securities loan agreements being open-ended with no fixed expiration date. As such, investments made with cash collateral are primarily in short-term investments. However, investments purchased for some security lending programs included investments with final maturities of six months or more representing approximately 28 percent to 70 percent of total collateral invested. There are no restrictions on the amount of securities that can be loaned at one time to one borrower for most funds. For the Local Government Surplus Funds Trust Fund, the SBA has adopted industry practice for SEC 2a7-like pools, which generally restricts lending activity to no more than one-third of the portfolio.

The SBA issued a separate report (financial statements and notes) pertaining to the State's Investment Trust Funds for the period ended June 30, 2001, as required by GASB Statement No. 31. Additional information pertaining to the Investment Trust Funds or a copy of the report may be obtained from the Chief Financial Officer, State Board of Administration of Florida, 1801 Hermitage Boulevard, Suite 101, Tallahassee, Florida 32308, (850) 488-4406.

The SBA has established investment policy guidelines for each investment portfolio. Pursuant to these guidelines, derivative investment instruments are not to be used to speculate in the expectation of earning extremely high returns. Various derivative investment instruments are used as part of the investment strategy to hedge against interest rate risk, currency risk in foreign markets and mortgaged-backed security prepayment risk, as well as for yield-curve strategy purposes, diversification, and the management of equity market exposure. Derivative investment instruments include futures, options, forward exchange contracts, floating rate notes, interest rate swaps, and mortgage-backed security derivative instruments such as collateralized mortgage obligations.

As of June 30, 2001, the Defined Benefit Pension Plan had investments reported at fair value in various derivative products as follows:

- 5,950 long and 2,000 short Euro dollar futures contracts, 2,010 long and 7,957 short futures contracts on U.S. Treasury obligations, and 5,370 long futures contracts on Federal Agency securities;
- 2,000 long put, 2,000 long call, 2,000 short put and 2000 short call option contracts on three month Euro Euribor interest rate futures;
- 300 short call options on ten-year interest rate swaps at June 30, 2001;
- Forward exchange contracts with a receivable balance of $253,245,690 and discount of $78,691 and a payable balance of $257,621,674 with a premium of $1,237,673;
- Interest rate swaps, mortgage index swaps, and mortgage index linked certificates with a fair value of $1,650,531,280 and a cost of $1,652,543,798;
- Inflation-indexed securities with a fair value of $517,956,258 and a cost of $517,524,974;
- Mortgage-backed security derivative instruments with a fair value of $420,711,553 and a cost of $411,575,570;
- Floating rate securities (including certificates of deposit, bonds and notes) with a fair value of $5,074,124,337 and a cost of $5,071,033,334. The majority of these investments were in one of the security lending cash collateral reinvestment programs; and
- S & P Depository Receipts (SPDRs) with a fair value of $5,043,900 and a cost of $5,139,325.

As of June 30, 2001, the Chiles Endowment Fund, a Nonexpendable Trust Fund, had investments reported at fair value in various derivative products as follows:

- Forward exchange contracts with a receivable balance of $6,271,774 and discount of $3,991 and a payable balance of $6,281,341 with a premium of $48,219;
- Inflation-indexed securities with a fair value of $138,350,320 and a cost of $126,242,851;
- Mortgage-backed security derivative instruments with a fair value of $666,699 and a cost of $635,521; and
- Floating rate notes with a fair value of $175,871,755 and a cost of $175,860,521.

As of June 30, 2001, the Florida McKnight Education Fund held mortgage-backed security derivative investments with a fair value of $5,225,563 and a cost of $5,051,703.

In addition to the derivative investments described above, the SBA held the following derivative investments (all floating rate securities) at June 30, 2001, as follows:

	Original Cost	Fair Value
SBA Administrative Expense Trust Fund	$ 7,042,105	$ 7,044,011
Florida Hurricane Catastrophe Fund	1,044,606,101	1,045,265,360
Local Government Surplus Funds Investment Pool Trust Funds	2,018,429,040	2,018,325,924
Blind Services Endowment	742,781	742,904
Florida Lottery	806,959,568	807,142,975
Total	$3,877,779,595	$3,878,521,174

The carrying value (securities reported at cost, amortized cost, or fair value) reported in the Other Investments Schedules for the primary government and component units are categorized as follows (in thousands):

Other Investments Schedule
Primary Government

	Risk Category A	Risk Category B	Risk Category C	Carrying Value	Fair Value
Certificates of deposit	$ 1,107,429	$	$ 1,376,543	$ 2,483,972	$ 2,483,935
U. S. Government and federally-guaranteed obligations	6,743,690	28,125	.....	6,771,815	6,877,967
Federal agencies obligations	11,649,295	19,036	199	11,668,530	11,670,713
Bankers Acceptance	18,489	.....	.....	18,489	18,489
Commercial paper	6,482,280	13,767	1,004,476	7,500,523	7,499,525
Repurchase agreements	3,837,147	477,173	163,732	4,478,052	4,478,052
Bonds and notes	14,616,324	323,162	6,970,272	21,909,758	21,908,839
Stocks	48,692,385	20,268	9,756,151	58,468,804	58,481,155
Total classifiable investments	$ 93,147,039	$ 881,531	$ 19,271,373	113,299,943	113,418,675
Investments held by others under security lending agreements:					
U. S. obligations				8,202,904	8,203,201
Federal agencies				4,943,301	4,942,919
Bonds and notes				566,250	566,250
Stocks				2,677,590	2,677,590
Investment agreements				1,960,378	1,960,378
Real estate agreements				3,605,470	3,605,470
Deferred compensation investments				1,292,702	1,292,702
Money market and mutual funds				8,925,315	8,925,315
Total nonclassifiable investments				32,173,910	32,173,825
Total investments				$ 145,473,853	$ 145,592,500
Combined balance sheet presentations:					
Investments				$ 145,414,887	
Restricted assets - investments (see Note 10)				58,966	
Total investments				$ 145,473,853	

Other Investments Schedule
Component Units

	Risk Category A	Risk Category B	Risk Category C	Carrying Value	Fair Value
Certificates of deposit	$ 34,180	$	$ 51,476	$ 85,656	$ 85,656
U. S. Government and federally-guaranteed obligations	405,592	548,813	135,795	1,090,200	1,126,528
Federal agencies obligations	233,120	77,880	8,770	319,770	319,806
Repurchase agreements	4,108	.....	801	4,909	4,756
Bonds and notes	424,536	42,085	28,499	495,120	488,340
Stocks	748,023	98,574	60,709	907,306	907,245
Total classifiable investments	$ 1,849,559	$ 767,352	$ 286,050	2,902,961	2,932,331
Investment agreements				828,196	826,086
Real estate agreements				23,556	23,569
Deferred compensation investments				344	344
Money market and mutual funds				1,119,676	1,119,676
Total nonclassifiable investments				1,971,772	1,969,675
Total investments				$ 4,874,733	$ 4,902,006
Combined balance sheet presentations:					
Investments				$ 4,832,671	
Restricted assets - investments				42,062	
Total investments				$ 4,874,733	

NOTE 4 - RECEIVABLES

Receivables are presented on the combined balance sheet net of allowances for uncollectibles. Information regarding gross receivables and related allowances is presented below (in thousands):

	Fund Types								
	Governmental				Proprietary		Fiduciary		
	General	Special Revenue	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	State University System	Total
Accounts receivable	$ 94,791	$ 431,843	$	$	$ 57,800	$ 6,910	$ 5,133,692	$ 111,190	$ 5,836,226
Less allowances for uncollectibles	47,113	274,470	.....	.....	696	.....	3,115,375	26,006	3,463,660
Net accounts receivable	47,678	157,373	.....	.....	57,104	6,910	2,018,317	85,184	2,372,566
Taxes receivable	1,370,994	247,064	.....	.....	.....	.....	20,738	.....	1,638,796
Pension contributions rec.	.....	.....	.....	.....	.....	.....	149,494	.....	149,494
Due from Federal gov't	22	942,952	.....	.....	.....	.....	20,926	.....	963,900
Interest receivable	26,679	28,720	115	8,109	4,395	909	590,591	9,594	669,112
Other receivables	1,116	21,062	.....	.....	108	3,201	3,432	87,975	116,894
Net receivables	$ 1,446,489	$ 1,397,171	$ 115	$ 8,109	$ 61,607	$ 11,020	$ 2,803,498	$ 182,753	$ 5,910,762
Loans/notes receivable	$ 42,373	$ 980,442	$	$	$ 7	$	$ 692,213	$ 86,831	$ 1,801,866
Less allowances for uncollectibles	.....	.....	.....	.....	.....	.....	2,986	10,425	13,411
Net loans and notes receivable	$ 42,373	$ 980,442	$	$	$ 7	$	$ 689,227	$ 76,406	$ 1,788,455

NOTE 5 - TAX REVENUE

Florida levies neither a personal income tax nor an ad valorem tax on real or tangible personal property. Taxes are, however, the principal means of financing State operations. A schedule of tax revenues by tax type is presented below (in thousands):

	Fund Types			
	Total	General	Special Revenue	Expendable Trust
Sales and use tax	$ 15,780,333	$ 15,780,333	$	$ .....
Motor fuel tax	1,719,239	.....	1,719,239	.....
Corporate income tax	1,360,833	1,360,833	.....	.....
Documentary stamp tax	1,327,349	.....	1,327,349	.....
Estate tax	785,083	785,083	.....	.....
Gross receipts utilities tax	735,332	.....	735,332	.....
Intangible personal property tax	729,514	.....	729,514	.....
Alcoholic beverage tax	545,826	522,912	22,914	.....
Unemployment compensation tax	511,060	.....	.....	511,060
Insurance premium tax	445,119	25,770	419,349	.....
Cigarette tax	419,260	.....	419,260	.....
Workers' compensation special disability tax	272,472	.....	110,574	161,898
Pollutant tax	235,889	.....	235,889	.....
Hospital public assistance tax	209,084	.....	209,084	.....
Aviation fuel tax	75,342	.....	75,342	.....
Citrus excise tax	60,246	.....	60,246	.....
Solid minerals severance tax	40,406	.....	40,406	.....
Pari-mutuel wagering tax	31,286	907	30,379	.....
Utility regulatory tax	29,599	.....	29,599	.....
Smokeless tobacco tax	23,529	23,529	.....	.....
Oil and gas production tax	8,179	.....	8,179	.....
Other taxes	566	.....	566	.....
Total	$ 25,345,546	$ 18,499,367	$ 6,173,221	$ 672,958

NOTE 6 – CHANGES IN GENERAL FIXED ASSETS

Changes during the fiscal year in general fixed assets are summarized below (in thousands):

	Balances 7/1/2000	Adjustments	Additions	Deletions	Balances 6/30/2001
Land	$ 2,710,082	$ (1,331)	$ 326,980	$ 919	$ 3,034,812
Buildings	2,132,928	141,218	163,816	52,300	2,385,662
Improvements other than buildings	296,089	(53,549)	15,421	61,278	196,683
Furniture and equipment	1,583,310	(31,055)	305,655	301,632	1,556,278
Construction in progress	278,371	(82,813)	159,042	109,790	244,810
Library resources	22,883	(606)	774	465	22,586
Other fixed assets	309,855	14,527	8,219	133	332,468
Total	$ 7,333,518	$ (13,609)	$ 979,907	$ 526,517	$ 7,773,299

The June 30, 2001, balance above for buildings includes capital leases in the amount of $89 million.

NOTE 7 - PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

The Florida Retirement System (FRS) was created December 1, 1970, with consolidation of the Teachers' Retirement System (Chapter 238, F.S.), the State and County Officers and Employees' Retirement System (Chapter 122, F.S.), and the Highway Patrol Pension Trust Fund (Chapter 321, F.S.). In 1972, the Judicial Retirement System (Section 121.046, F.S.) was also consolidated with the FRS. The FRS was created by Chapter 121, F.S., to provide a defined benefit pension plan for participating public employees. Provisions relating to the FRS are also contained in Chapter 112, F.S.

Except for elected officers and members of the optional retirement programs, FRS membership is compulsory for all employees filling a regularly established position in a State agency, county agency, or district school board. Membership by elected state and county officers is optional. Participation by cities, municipalities, and special districts, although optional, is generally irrevocable after election to participate is made.

There are five general classes of membership as follows:

Regular Class - This class consists of members of the FRS who do not qualify for membership in the other classes.

Senior Management Service Class (SMSC) - This class consists of members in senior management level positions in State and local governments as well as assistant state attorneys, assistant statewide prosecutors, assistant public defenders, and assistant capital collateral representatives.

Special Risk Class - This class consists of members who are employed as law enforcement officers, firefighters, correctional officers, emergency medical technicians, paramedics, correctional probation officers, or certain health-care related positions within state forensic or correctional facilities, and meet the criteria to qualify for this class.

Special Risk Administrative Support Class - This class consists of Special Risk Class members who are transferred or reassigned to nonspecial risk law enforcement, firefighting, or correctional administrative support positions within an FRS special risk employing agency.

Elected Officers' Class (EOC) - This class consists of elected State, county, and some city and special district officers.

The FRS provides vesting of benefits after ten years (eight years for EOC members and seven years for SMSC members) of creditable service. Members are eligible for normal retirement when they have met the

requirements listed below. Early retirement may be taken any time after vesting; however, there is a 5 percent benefit reduction for each year prior to the normal retirement date.

Regular Members - Ten or more years of creditable service and age 62. Thirty years of creditable service regardless of age.

Senior Management - Seven years of SMSC service and age 62. Ten or more years of any creditable service and age 62. Thirty years of any creditable service regardless of age.

Special Risk (Including Administrative Support Class) - Ten or more years of Special Risk Class service and age 55. Twenty-five total years special risk service regardless of age. Thirty years of any creditable service regardless of age.

Elected Officers - Eight years of EOC service and age 62. Ten years of any creditable service and age 62. Thirty years of any creditable service regardless of age.

Note: Effective July 1, 2001, vesting of benefits was reduced from 10 years to 6 years for all classes.

Benefits are computed on the basis of age, average final compensation, and service credit. Members are also eligible for in-line-of-duty or regular disability and survivors' benefits. Pension benefits are increased each July 1 by a 3 percent cost-of-living adjustment.

The Deferred Retirement Option Program (DROP) was established, effective July 1, 1998, subject to provisions of Section 121.091(13), Florida Statutes. It permits eligible employees who have reached their normal retirement date to defer receipt of monthly benefit payments while continuing employment with an FRS employer. An employee may participate in the DROP for a maximum of 60 months after becoming eligible to participate. During the period of DROP participation, deferred monthly benefits remain in the FRS pension trust fund and accrue interest. As of June 30, 2001, the FRS pension trust fund held $1,131,038,508 accumulated benefits and interest for 25,838 current and prior participants in the DROP.

The FRS is a cost-sharing multiple-employer public-employee defined benefit pension plan administered by the Department of Management Services, Division of Retirement. Costs of administering the FRS are funded through investment earnings on investments made for the pension trust fund. Reporting of the FRS is on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when the obligation is incurred.

Investments are reported at fair value. Short-term investments are reported at amortized cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Mortgages are valued on the basis of expected future principal and interest payments and are discounted at prevailing interest rates for similar instruments. The fair value of real estate investments is based on independent appraisals. Investments that do not have an established market are reported at estimated fair value. No investment in any one organization represents 5 percent or more of the net assets available for pension benefits.

All participating employers must comply with statutory contribution requirements. Except in those instances where employees have elected to remain in pre-existing plans, employees make no contributions. Statutes require that any unfunded actuarial liability (UAL) be amortized within a 30-fiscal year period. The balance of legally required reserves for all defined benefit pension plans at June 30, 2001, was $97,286,748,000. Of this amount, $97,272,559,488 was attributable to the FRS and was reserved to provide for total current and future benefits, refunds, and administration of the FRS. Section 121.031(3), F.S., requires an annual actuarial review of the FRS which is provided to the State Legislature as guidance for funding decisions. The conclusions of the review are included in the annual report of the FRS.

FRS Retirement Contribution Rates:

Membership Class	Rates Recommended by Actuarial Review as of 7/1/99 for Fiscal Year 2000-2001	7/1/00 Statutory Rates** (Ch. 121, F.S.)
Regular	9.49%	8.21%
Senior Management	11.55%	10.19%
Special Risk	21.35%	19.35% *
Special Risk Administrative Support	12.18%	10.74%*
Judges	20.45%	19.48%
Legislators/Attorneys/Cabinet	14.11%	13.31%
Elected County, City, and Special District Officers	17.16%	16.05%
Deferred Retirement Option Program - applicable to members from all of the above classes or plans	11.56%	11.56%

* Includes 0.13% for the Special Risk Class and 0.21% for the Special Risk Administrative Support Class required by SB 94, Chapter 2000-167, Laws of Florida.

** All rates, except for DROP, are reduced by a variable offset by class for rate increases due to actuarial experience, a reduction of employer contribution rates, and an 0.10% offset of the PEORP administration fee.

FRS Participating Employers:

Employer Types	06/30/2001
State Agencies	53
County Agencies	397
District School Boards	67
Community Colleges	28
Cities	113 *
Special Districts	138 *
Hospitals	4 *
Other	11
Total Participating Employers	811

*These totals include the 53 cities, 3 independent hospitals, and 22 independent special districts that are closed to new FRS members as of January 1, 1996.

FRS Membership:

Member Types	Regular	Senior Management	Special Risk	Special Risk Administrative	Elected Officers	Total 6/30/2001
Active:						
Non-Vested	293,691	2,336	31,400	6	793	328,226
Vested	250,568	2,548	29,831	91	1,127	284,165
DROP Participants	21,314	183	3,111	31	136	24,775
Current Retirees and Beneficiaries	175,502	548	11,746	102	1,434	189,332
Vested Terminated	48,957	299	3,701	23	351	53,331
Total Members	790,032	5,914	79,789	253	3,841	879,829

Additional information about the FRS is contained in the various publications available from the Division of Retirement within the Department of Management Services.

A. Other Postemployment Benefits

Section 112.0801, F.S., provides that retirees may participate in their former employers' group health insurance programs. In general, premiums are paid by the retiree.

The Retiree Health Insurance Subsidy (HIS) established by Section 112.363, F.S., is to assist retirees of any state-administered retirement systems in paying health insurance costs. For the fiscal year ended June 30, 2001 eligible retirees and beneficiaries received a monthly retiree health insurance subsidy payment equal to the number of years of creditable service completed at the time of retirement multiplied by $5. The payments were at least $50 but not more than $150 per month pursuant to Section 112.363, F.S. To be eligible to receive the HIS, a retiree under a state-administered retirement system must provide proof of health insurance coverage, which can include Medicare.

The HIS program is funded by required contributions from FRS participating employers. Employer contributions are a percentage of payroll for all active FRS employees and are added to the amount submitted for retirement contributions. HIS contributions are deposited in a separate trust fund from which HIS payments are authorized. For the fiscal year ended June 30, 2001, the contribution rate was 0.94 percent of payroll pursuant to Section 112.363, F.S. In the event contributions fail to provide subsidy benefits to all participants, the subsidy payments may be reduced or canceled. Additional information pertaining to the HIS is as follows:

	1999	2000	2001
HIS recipients as of 6/30	150,014	157,777	166,111
HIS contributions for FY ending 6/30	$174,022,856	$187,962,156	$196,699,884
HIS payments for FY ending 6/30	$150,329,649	$197,463,561	$207,366,190
HIS trust fund net assets at 6/30	$89,387,807	$83,856,299	$76,929,351
HIS contribution rate	0.94%	0.94%	0.94%

B. State of Florida Participation

The State of Florida contributed as required to the FRS as part of a cost-sharing multiple-employer public-employee defined benefit pension plan. For the fiscal year ended June 30, 2001, the State's total covered payroll for its 145,414 state employee members plus 7,379 state DROP participants amounted to $5,162,698,934 with actual and required employer contributions totaling $540,341,275 or 10.47 percent. The State's contributions to the FRS for the fiscal years ending June 30, 1999, and June 30, 2000, were $797,445,576 and $606,297,516, respectively. These amounts were also equal to the required contributions for each year. Covered payroll refers to all compensation paid by the State to active employees covered by the FRS on which contributions to the defined benefit pension plan are based. The State's contributions represented 26.35 percent of the total contributions required of all participating employers.

Employees' eligibility and benefits are as previously described. Contributions are by class based on Chapter 121, F.S., as previously described. Employees not filling regular established positions but working under other personal services (OPS) status are not covered by the FRS.

C. State University System Optional Retirement Program (ORP)

Section 121.35, F.S., created the ORP for eligible State University System faculty and administrators. This program was designed to aid universities in recruiting employees who may not remain in the FRS long enough to vest. The ORP is a defined contribution plan which provides full and immediate vesting of all contributions paid on behalf of the participants to the participating provider companies to purchase contracts for retirement and death benefits. Employees in eligible positions are compulsory participants in the ORP unless they elect membership in the FRS.

The employing university contributes the same percentage of the participant's salary as would have been contributed to the FRS for Regular Class membership plus the HIS contribution, totaling 10.43 percent of covered payroll for July 2000 through June 2001. When applicable, a portion of the total contribution is transferred to the FRS Trust Fund to help amortize any unfunded actuarial liability (UAL). There was no UAL this fiscal year so the

required 0.01 percent went for the administration of the SUSORP program, 0.10 percent went for the administrative expense to establish the Public Employee Optional Retirement Program, and the remainder (10.32 percent) was paid to the provider companies designated by the participant. A participant may contribute by salary reduction an amount not to exceed the percentage contributed by the university for purchase of his or her annuity. Additional information pertaining to the ORP is as follows:

Members	12,821	
Payroll	$ 694,482,460	
Contributions:		
Employee	$ 35,065,976	5.05% of payroll
Employer	$ 71,654,088	10.32% of payroll

D. Senior Management Service Optional Annuity Program (SMSOAP)

An optional retirement program for members of the Senior Management Service Class was created by Section 121.055, F.S. The SMSOAP is a defined contribution plan which provides full and immediate vesting of all contributions paid on behalf of the participants to the participating provider companies to purchase contracts for retirement and death benefits. Employees in eligible positions may make an irrevocable election to participate in the SMSOAP in lieu of the Senior Management Service Class. Employers contribute the same percentage of the participant's salary as would have been contributed to the FRS for Senior Management Service Class membership plus the HIS contribution, totaling 12.49 percent of covered payroll for July 2000 through June 2001. When applicable, a portion of the total contribution is transferred to the FRS Trust Fund to help amortize the unfunded actuarial liability (UAL). There was no UAL this fiscal year so 0.10 percent went for the administrative expense to establish the Public Employee Optional Retirement Program, and 12.39 percent was paid to the provider companies designated by the participant. A participant may contribute by salary reduction an amount not to exceed the percentage contributed by the employer for purchase of his or her annuity. Additional information pertaining to the SMSOAP is as follows:

Members	127	
Payroll	$ 11,154,218	
Contributions:		
Employee	$ 63,954	0.57% of payroll
Employer	$ 1,370,570	12.29% of payroll

NOTE 8 - OTHER COMMITMENTS

A. Road and bridge construction projects supervised by the Department of Transportation are administered by the Department of Transportation work program, which is updated during each budget cycle. As of June 30, 2001, the Department had available approximately $4.2 billion in budget authority arising from both current and prior year projects which represents amounts committed on executed contracts. Other major construction commitments of the State of Florida at June 30, 2001, are as follows (in thousands):

Agency	Total Estimated Cost at 6/30/2001	Amount Expended Through 6/30/2001	Estimated Amount Committed at 6/30/2001
Fish and Wildlife Conservation Commission	$ 7,654	$ 5,803	$ 1,851
Agency for Workforce Innovation	11,900	5,554	6,346
Department of Highway Safety and Motor Vehicles	5,382	1,815	3,567
Department of Military Affairs	23,994	13,873	10,121
Office of the State Courts Administrator	23,462	5,450	18,012
Department of Agriculture and Consumer Services	2,036	1,901	135
Department of Veterans' Affairs	23,124	88	23,036
Florida School for the Deaf and the Blind	19,258	10,734	8,524
Department of Children and Families	27,707	10,227	17,480
Department of Environmental Protection	17,877	13,111	4,766
Department of Management Services	37,828	20,491	17,337
Department of Insurance	676	133	543
Department of Health	106,987	49,989	56,998
Department of Juvenile Justice	107,026	47,312	59,714
Department of Corrections	123,340	51,943	71,397
State University System	1,327,209	692,719	634,490
Total	$ 1,865,460	$ 931,143	$ 934,317

B. The State has enacted legislation obligating it to remit annually $25 million to a designated trustee for the purpose of repaying the debt on certain Florida Ports Financing Commission revenue bonds. The Florida Ports Financing Commission is not part of the State's reporting entity. These revenue bonds do not create or constitute a legal obligation or debt of the State. Funding for the annual remittance comes from the State of Florida, Department of Transportation's portion of motor vehicle registration fees, which were in excess of $380 million for the fiscal year ended June 30, 2001. Florida Ports Financing Commission revenue bonds outstanding as of June 30, 2001, amounted to $343,518,488, including Series 1996 bonds payable of $201,988,218, and Series 1999 bonds payable of $141,530,270.

NOTE 9 – BONDS PAYABLE

A. Bonds Payable

Bonds payable at June 30, 2001, are as follows (in thousands):

Bond Type	Amount Outstanding	Interest Rates	Annual Maturity To
GENERAL LONG-TERM DEBT ACCOUNT GROUP:			
Road and Bridge Bonds	$ 1,158,710	4.000-6.600	2028
SBE Capital Outlay Bonds	958,500	4.000-6.000	2021
Inland Protection Bonds	78,920	5.000-5.000	2003
Lottery Education Bonds	1,205,305	4.000-6.250	2020
Public Education Bonds	7,283,740	3.500-9.125	2030
Conservation and Recreation Lands Bonds	24,365	4.700-5.375	2012
Save Our Coast Bonds	175,235	3.900-6.100	2012
Preservation 2000 Bonds	2,362,595	4.000-6.400	2013
Florida Forever Bonds	50,000	3.500-5.250	2021
Pollution Control Bonds	34,430	4.500-5.700	2009
Investment Restoration Bonds	6,960	3.700-4.125	2007
Water Pollution Control Bonds	50,000	3.500-5.500	2017
	13,388,760		
ENTERPRISE FUNDS:			
Toll Facilities Bonds	1,805,179	3.500-6.900	2030
Less, Payable from Restricted Assets (Note 10)	52,800		
	1,752,379		
INTERNAL SERVICE FUND:			
Florida Facilities Pool Bonds	393,131	4.000-6.750	2029
STATE UNIVERSITY SYSTEM:			
State University System Bonds	599,165	3.000-7.000	2030
TOTAL BONDS PAYABLE	$ 16,133,435		

Road and Bridge (serial and term) *Bonds* are secured by a pledge of a portion of the State-assessed motor fuel tax revenues, discretionary sales tax levied by the City of Jacksonville, and by a pledge of the full faith and credit of the State.

State Board of Education (SBE) Capital Outlay Bonds are issued to finance capital outlay projects of school districts and community colleges. The bonds mature serially and are secured by a pledge of a portion of the State-assessed motor vehicle license tax and by a pledge of the full faith and credit of the State.

Inland Protection Bonds are issued by the Inland Protection Financing Corporation (a blended component unit) to finance the payment and settlement of reimbursement obligations of the Department of Environmental Protection for the cleanup of contamination from leaking petroleum storage tanks. The bonds mature serially and are secured by a pledge of revenues under a service contract with the Department of Environmental Protection.

Lottery Education Bonds are issued to finance all or a portion of the costs of various local school district educational facilities. The bonds mature serially and are secured by a pledge of a portion of the lottery revenues transferred to the Educational Enhancement Trust Fund.

Public Education Bonds are issued to finance capital outlay projects of local school districts, community colleges, vocational technical schools and the State University System. The bonds, serial and term, are secured by a pledge of the State's gross receipts tax revenues and by a pledge of the full faith and credit of the State.

Conservation and Recreation Lands Bonds are issued to acquire lands, water areas, and related resources. The bonds mature serially and are primarily secured by a pledge of the documentary stamp tax.

Save Our Coast Bonds are used to finance the purchase of environmentally significant coastal property. The bonds mature serially and are secured by a pledge of State Land Acquisition Trust Fund collections (primarily documentary stamp taxes).

Preservation 2000 Bonds are issued to pay the cost of acquiring lands and related resources in furtherance of outdoor recreation and natural resources conservation. The bonds mature serially and are secured by a pledge of a portion of the documentary stamp tax.

Florida Forever Bonds are issued to finance the cost of acquisition and improvements of lands, water areas, and related property interests and resources in the State of Florida for the purposes of restoration, conservation, recreation, water resource development, or historical preservation. The bonds mature serially and are secured by a pledge of excise taxes on documents.

Investment Restoration Bonds are issued by the Investment Fraud Restoration Financing Corporation (a blended component unit) to finance the simultaneous payment of approved claims made pursuant to Section 517.1203, F.S., by persons who suffered monetary losses as a result of fraudulent securities activities committed by GIC Government Securities, Inc. The bonds mature serially and are secured by a pledge of revenues under a Funding Agreement with the Department of Banking and Finance.

Water Pollution Control Bonds are issued by the Water Pollution Control Financing Corporation (a blended component unit) to fund loans to local governments to finance or refinance the cost of wastewater treatment and stormwater management projects. The bonds mature serially and are secured by a pledge of the loan payments from local governments.

Pollution Control Bonds are issued to make funds available for local government acquisition and construction of pollution control facilities. The bonds are to be serviced by revenues pledged by the local governments and the full faith and credit of the State is pledged as additional security. The bonds mature serially. This amount includes $33,580,000 that has been escrowed by local governments.

Toll Facilities Bonds are issued to provide construction funds for roads and bridges. The bonds are secured by a pledge of toll facility revenues and a portion of the State-assessed gasoline taxes. The bonds outstanding at June 30, 2001, consist of $1,157,770,000 of serial bonds and $695,720,000 of term bonds. The amount reported is net of $34,258,774 unamortized discount and $14,052,625 unamortized amount deferred on refunding.

Florida Facilities Pool Bonds are issued to provide funds for the acquisition and construction of facilities to be leased to State agencies. The bonds, serial and term, are secured by a pledge of the revenues, derived from the leasing and operations of these facilities. The amount reported is net of $4,249,241 unamortized discount and $4,629,732 of unamortized amount deferred on refunding.

State University System Bonds and revenue certificates are issued to construct university facilities, including parking garages and student housing. Bonds and revenue certificates outstanding, which include both term and serial bonds, are secured by a pledge of rental revenues, traffic and parking revenues, and student fee assessments. The amount reported is net of $6,054,745 unamortized discount.

B. Advance Refundings and Defeased

During the fiscal year ended June 30, 2001, the State of Florida took advantage of favorable conditions and issued bonds for the purpose of advance refunding previously issued bonds. The advance refunding of these bond series was made in order to obtain lower interest rates and the resulting savings in debt service payments over the life of the bond. The economic gains obtained by these advance refundings are the differences between the present value of old debt service requirements and the new debt service.

The proceeds of the refundings were deposited into irrevocable trusts and invested in direct obligations of the Federal Government and/or obligations guaranteed by the Federal Government. The funds deposited along with the interest to be earned will be sufficient to meet the future principal and interest payments on the refunded bonds as they come due.

Bonds defeased through the consummation of refunding transactions are not included in Florida's outstanding debt. Irrevocable escrow accounts held by the State Board of Administration to service the refunded bonds are reported as agency funds. The following advance refunding and defeasance occurred during the fiscal year:

General Long-Term Debt Account Group:

The State of Florida, Full Faith and Credit, State Board of Education Public Education Capital Outlay Refunding Bonds, 2001 Series A in the amount of $250,420,000 were used to advance refund $243,200,000 of the State of Florida, Full Faith and Credit, State Board of Education Public Education Capital Outlay Bonds, 1994 Series B maturing in the years 2006 through 2024. The refunding resulted in a debt savings of $25,383,212.80 and an economic gain of $15,915,591.16.

The State of Florida, Full Faith and Credit, State Board of Education Public Education Capital Outlay Refunding Bonds, 2001 Series B in the amount of $341,540,000 were used to advance refund $164,700,000 of the State of Florida, Full Faith and Credit, State Board of Education Public Education Capital Outlay Bonds, 1993 Series E maturing in the years 2005 through 2024 and $167,500,000 of the State of Florida, Full Faith and Credit, State Board of Education Public Education Capital Outlay Bonds, 1995 Series B maturing in the years 2006 through 2025. The refunding resulted in a debt savings of $29,051,233.76 and an economic gain of $17,302,673.08.

The State of Florida, Full Faith and Credit, State Board of Education Capital Outlay Bonds, 2001 Series A in the amount of $31,585,000 were used to advance refund $8,190,000 of the State of Florida, Full Faith and Credit, State Board of Education Capital Outlay Bonds, 1992 Series A maturing in the years 2003 through 2007 and to currently refund $9,240,000 of the State of Florida, Full Faith and Credit, State Board of Education Capital Outlay Bonds, 1991 Series A maturing in the years 2002 through 2007. The refunding resulted in a debt savings of $1,265,573.31 and an economic gain of $1,124,344.15.

Enterprise Fund:

The State of Florida, Department of Transportation Turnpike Revenue Bonds, Series 2000B in the amount of $101,070,000 were used to advance refund $60,595,000 of the State of Florida, Full Faith and Credit, Broward County Expressway Authority Refunding Bonds, Series 1986-A maturing in the years 2001 through 2014. The refunding resulted in a debt savings of $3,852,224.70, an economic gain of $2,754,453.61, and a deferred loss on refunding of $1,120,403.00

The following bond issues were considered to have been defeased during the fiscal year:

General Long-Term Debt Account Group:

State of Florida, Full Faith and Credit, Jacksonville Transportation Authority, Senior Lien Bonds, Series 1992	$15,000,000

C. In-Substance Defeasance

During the fiscal year ended June 30, 2001, the State of Florida or other local governments used available resources to complete the following in-substance defeasance. An in-substance defeasance occurs when funds other than bond proceeds are used to establish irrevocable escrow accounts to satisfy scheduled principal and interest payments on the bonds considered defeased.

General Long Term Debt Account Group

State of Florida, Full Faith and Credit, Jacksonville Transportation Authority, Senior Lien Bonds, Series 1989 in the amount of $52,795,000, maturing July 2001 through July 2015, were escrowed.

State of Florida, Full Faith and Credit, Jacksonville Transportation Authority, Senior Lien Refunding Bonds, Series 1997 in the amount of $11,750,000, maturing July 2011, were escrowed.

Inland Protection Financing Corporation Special Obligation Bonds Series 1997 in the amount of $17,345,000, maturing July 2003 and January 2004, were escrowed.

Enterprise Funds

Broward County Expressway Authority Bonds, Series 1984 in the amount of $93,500,000, were escrowed. This defeasance resulted in a debt savings of $43,736,239, an economic gain of $6,351,229, and an extraordinary loss of $28,094,118.

D. Prior-year Defeased Bonds

In prior years, the State has deposited with escrow agents in irrevocable trusts amounts sufficient to meet the debt service requirements of certain bonds. These defeased bonds are not reported as outstanding debt. Irrevocable trusts established with the State Board of Administration are reported in an agency fund. Debt considered defeased consists of the following (in thousands):

	Principal at 6/30/2001
General Long-Term Debt:	
SBE Higher Education Bonds	$ 61,090
Pollution Control Bonds	130,925
Public Education Capital Outlay Bonds	1,211,330
Preservation 2000 Bonds	201,600
Road and Bridge Bonds	189,400
Inland Protection Bonds	17,350
Enterprise Funds:	
Toll Facilities Bonds	292,685
Internal Service Funds:	
Florida Facilities Pool Bonds	11,010
State University System Bonds	3,786

E. Annual Requirements for Debt Service

The annual requirements to amortize bonds and certificates of participation payable at June 30, 2001, are as follows (in thousands):

Fiscal Year Ending 6/30	General Long-Term Debt	Enterprise Funds	Internal Service Funds	State University System	Component Units	Certificates of Participation
2002	$ 1,216,946	$ 149,405	$ 31,511	$ 48,387	$ 368,866	$ 3,833
2003	1,202,317	149,126	31,166	50,357	378,815	3,835
2004	1,163,961	149,083	31,542	50,859	388,133	3,826
2005	1,159,802	148,351	31,325	50,482	408,294	3,827
2006	1,158,538	139,542	31,241	50,388	480,531	3,820
Later years	16,042,405	2,472,697	517,523	766,456	6,848,051	45,578
Less restricted	.....	52,800	.....	.....	.....	.....
Total Debt	21,943,969	3,155,404	674,308	1,016,929	8,872,690	64,719
Less, unamortized	.....	48,312	8,879	6,055	95,414	.....
Less, interest	8,555,209	1,354,713	272,298	411,709	3,458,358	21,044
Principal	$ 13,388,760	$ 1,752,379	$ 393,131	$ 599,165	$ 5,318,918	$ 43,675

NOTE 10 - RESTRICTED ASSETS AND LIABILITIES PAYABLE FROM RESTRICTED ASSETS

Mandatory asset segregation required by bond indentures is presented in various enterprise funds as restricted assets. Restricted assets are composed of cash and investments in those funds with outstanding bonds. Current bonds payable in these funds are classified as payable from restricted assets. The amounts are as follows (in thousands):

RESTRICTED ASSETS:	
Cash	$ 9
Pooled investments with the State Treasury	219,367
Investments	58,966
Total	$ 278,342
LIABILITIES PAYABLE FROM RESTRICTED ASSETS:	
Current bonds payable	$ 52,800

NOTE 11 - INSTALLMENT-PURCHASE CONTRACTS AND CAPITAL LEASES PAYABLE

Florida has a number of installment-purchase contracts and capital leases providing for the acquisition of machinery, equipment, and buildings. The following is a schedule of future minimum payments remaining under the contracts at June 30, 2001 (in thousands):

Fiscal Year Ended 6/30	General Long-Term Debt	Proprietary Fund Types	State University System	Component Units	Total
2002	$ 9,541	$ 13,142	$ 5,092	$ 15,000	$ 42,775
2003	11,841	12,545	4,546	8,602	37,534
2004	10,046	11,706	4,258	5,641	31,651
2005	9,198	10,804	3,638	4,161	27,801
2006	9,112	9,239	2,658	2,545	23,554
Later Years	93,080	81,745	62,651	42,877	280,353
Total minimum payments	142,818	139,181	82,843	78,826	443,668
Less interest	45,399	39,079	35,942	16,892	137,312
Present value of payments	$ 97,419	$ 100,102	$ 46,901	$ 61,934	$ 306,356
Installment purchases	$ 6,959	$ 15,597	$ 8,619	$ 27,713	$ 58,888
Capital leases	90,460	84,505	38,282	34,221	247,468
Total	$ 97,419	$ 100,102	$ 46,901	$ 61,934	$ 306,356

NOTE 12 - CHANGES IN GENERAL LONG-TERM DEBT AND COMPONENT UNIT LONG-TERM DEBT

Changes during the fiscal year in general long-term debt and component unit long-term debt are summarized below (in thousands):

	Balance 7/1/2000	Adjustments	Additions	Deletions	Balance 6/30/2001
PRIMARY GOVERNMENT					
Bonds payable:					
Road and Bridge	$ 1,266,085	$	$	$ 107,375	$ 1,158,710
State School	984,030	.....	31,585	57,115	958,500
Public Education	7,070,640	.....	959,160	746,060	7,283,740
Conservation Act	25,935	.....	.....	1,570	24,365
Preservation 2000	2,504,870	.....	.....	142,275	2,362,595
Florida Forever	.....	.....	50,000	.....	50,000
Save Our Coast	191,470	.....	.....	16,235	175,235
Pollution Control	41,190	.....	.....	6,760	34,430
Inland Protection	137,930	.....	.....	59,010	78,920
Lottery Education	895,580	.....	350,000	40,275	1,205,305
Investment Restoration	7,980	.....	.....	1,020	6,960
Water Pollution Control	.....	.....	50,000	.....	50,000
Compensated absences	681,188	.....	23,666	.....	704,854
Long-term insurance liability	627,845	.....	192,155	.....	820,000
Installment-purchase contracts and capital leases payable	66,611	(3,661)	40,040	5,571	97,419
Due to other governments:					
Federal arbitrage liability	16,340	.....	8,577	.....	24,917
Other long-term liabilities	799	88	.....	887	.....
Total Primary Government	$ 14,518,493	$ (3,573)	$ 1,705,183	$ 1,184,153	$ 15,035,950
COMPONENT UNITS					
Bonds payable	$ 4,861,698	$ (3,378)	$ 697,335	$ 236,737	$ 5,318,918
Compensated absences	153,841	362	15,410	5,586	164,027
Other	371,051	(58,427)	104,845	60,572	356,897
Total Component Units	$ 5,386,590	$ (61,443)	$ 817,590	$ 302,895	$ 5,839,842

NOTE 13 - OPERATING LEASES

Florida has long-term commitments for assets leased under operating leases. These assets are not recorded on the combined balance sheet and operating lease payments are recorded as expenditures or expenses of the related funds when paid or incurred. Future minimum lease commitments for noncancelable operating leases as of June 30, 2001, are as follows (in thousands):

Fiscal Year Ending 6/30	Primary Government Operating Lease Commitments	Component Units Operating Lease Commitments	Entity Total
2002	$ 162,227	$ 17,821	$ 180,048
2003	147,492	16,614	164,106
2004	129,742	11,536	141,278
2005	105,294	8,706	114,000
2006	74,399	6,393	80,792
Later Years	161,734	51,343	213,077
Total	$ 780,888	$ 112,413	$ 893,301

Total primary government operating lease commitments consisted of $10.7 million for machinery and equipment and $770.2 million for land and buildings. Total operating lease commitments for component units consisted of $9.8 million for machinery and equipment and $102.6 million for land and buildings.

NOTE 14 - INTERFUND RECEIVABLES AND PAYABLES

During the course of operations, there are numerous transactions between funds. At June 30, 2001, amounts to be received or paid with current available resources are reported as due from or due to other funds, whereas the noncurrent portion is reported as advances to or advances from other funds. Receivable and payable balances of various State agencies at June 30, 2001, are as follows (in thousands):

	Interfund Receivables		Interfund Payables	
	Due From Other Funds	Advances To Other Funds	Due To Other Funds	Advances From Other Funds
General Fund	**$ 211,676**	**$ 15,702**	**$ 429,404**	**$ .....**
Special Revenue Funds				
Department of Revenue	33,787	326	332,655	8
Department of Transportation	496,077	282,228	6,814	64,818
Department of Education	74,951	.....	425,859	.....
Agency for Health Care Administration	290,449	20	31,042	.....
Other	178,701	1,107	360,614	14,261
Total Special Revenue Funds	**1,073,965**	**283,681**	**1,156,984**	**79,087**
Capital Projects Funds				
Department of Corrections	31,609	.....	.....	.....
Department of Transportation	3,700	23,358	176	.....
Department of Health	12,866	.....	.....	.....
Other	29,521	.....	46	.....
Total Capital Projects Funds	**77,696**	**23,358**	**222**	.....
Debt Service Fund	**8,629**	.....	.....	.....
Enterprise Funds				
Department of Transportation	69,098	500	77,493	239,697
Other	1,695	.....	75,693	.....
Total Enterprise Funds	**70,793**	**500**	**153,186**	**239,697**
Internal Service Funds				
Department of Children and Families	21,673	.....	262	.....
Department of Management Services	19,304	.....	4,653	2,003
Other	321	.....	1,537	.....
Total Internal Service Funds	**41,298**	.....	**6,452**	**2,003**
Trust and Agency Funds				
Expendable Trust Funds				
Agency for Workforce Innovation	1,972	.....	8,754	.....
Department of Labor and Employment Security	4	.....	4,037	.....
Other	3,300	.....	3,379	.....
Pension Trust Fund	64,763	.....	188	.....
Investment Trust Funds	2,894	.....	.....	.....
Agency Funds				
Department of Insurance	.....	.....	495,118	.....
Department of Banking and Finance	.....	.....	70,582	.....
Department of Transportation	131,729	.....	.....	.....
Other	9,233	.....	45,214	1,801
Total Trust and Agency Funds	**213,895**	.....	**627,272**	**1,801**
State University System Funds	**970,430**	.....	**294,862**	**653**
Total Interfund Receivables and Payables	**$ 2,668,382**	**$ 323,241**	**$ 2,668,382**	**$ 323,241**
Total for Component Units	**$ 32,467**	**$ .....**	**$ 32,467**	**$ .....**

NOTE 15 – RISK MANAGEMENT

A. State Risk Management Trust Fund

The State Risk Management Trust Fund provides property insurance coverage for State buildings and contents against loss from fire, lightning, sinkholes, flood, and other hazards customarily insured by extended coverage and loss from the removal of personal property from such properties when endangered by covered perils. The property insurance covers up to $2 million per loss occurrence subject to an annual aggregate of $5 million, except for losses due to flood. Commercial insurance for losses in excess of coverage provided by the Fund is purchased up to $200 million per loss event, except losses due to flood. The Fund self-insures up to $250,000 coverage per State-owned single-family residence and $500,000 coverage per State-owned building for loss or damage due to flood and up to $100,000 and $500,000, respectively, for contents thereof.

The Fund's estimated liability for unpaid property insurance claims at the fiscal year-end is determined by management analyses. Changes in the Fund's property insurance claims liability amount for the fiscal years ended June 30, 2000, and June 30, 2001, were as follows (in thousands):

Fiscal Year Ended	Beginning-of-Fiscal-Year Liability	Current-Year Claims and Changes in Estimate	Claim Payments	Balance at Fiscal Year-End
June 30, 2000	$ 3,478	$ 2,290	$ (744)	$ 5,024
June 30, 2001	5,024	(126)	(717)	4,181

The State Risk Management Trust Fund also provides casualty insurance coverage for the risks of loss related to Federal civil rights actions, workers' compensation, court awarded attorney fees, automobile liability, and general liability. It is the policy of the State to retain these risks of losses rather than purchasing commercial insurance.

The estimated liability for unpaid casualty insurance claims at June 30, 2001, was $815.8 million. This amount was determined through an actuarial method based on historical paid and incurred losses and includes an amount for losses incurred but not yet reported. In addition, this amount includes the present value of workers' compensation indemnity reserves discounted using a 4 percent annual percentage rate.

Changes in the Fund's casualty insurance claims liability for the fiscal years ended June 30, 2000, and June 30, 2001, were as follows (in thousands):

Fiscal Year Ended	Beginning-of-Fiscal-Year Liability	Current-Year Claims and Changes in Estimate	Claims Payments	Balance at Fiscal Year-End
June 30, 2000	$ 557,152	$ 155,984	$ (90,315)	$ 622,821
June 30, 2001	622,821	296,386	(103,388)	815,819

B. Medical Professional Liability Self-Insurance Program

The Medical Professional Liability Self-Insurance Program provides dental, medical, and veterinary medical professional liability, comprehensive general liability, hospital professional liability, and patient's property liability covering faculty, staff, and students engaged in dental, medical, and veterinary medical programs at the

University of Florida, J. Hillis Miller Health Center (JHMHC), the JHMHC at Jacksonville, and the University of South Florida. The funds are reported with the State University System current funds.

The Program's retained risks range from payments on tort claims limited to $100,000 per claim and $200,000 per occurrence to $1.75 million per occurrence for professional liability up to an aggregate of $7.5 million for all payments made on claims arising during the fiscal year for the University of Florida JHMHC, up to $6 million for the University of South Florida, and up to $8 million for the JHMHC at Jacksonville. Losses in excess of these individual and aggregate amounts, up to $50 million, are insured commercially. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

The Medical Professional Liability Self-Insurance Program's estimated liability for unpaid claims at fiscal year-end is the result of both management and actuarial analyses and includes an amount for claims that have been incurred but not reported. The Program purchases annuity contracts from commercial insurers to satisfy certain liabilities; accordingly, no liability is reported for those claims. At June 30, 2001, $62,000 of those covered liabilities were still outstanding. Changes in the Program's claim liability amount for the fiscal years ended June 30, 2000, and June 30, 2001, were as follows (in thousands):

Fiscal Year Ended	Beginning-of-Fiscal-Year Liability	Current-Year Claims and Changes in Estimate	Claim Payments	Balance at Fiscal Year-End
June 30, 2000	$ 37,452	$ 12,816	$ (9,084)	$ 41,184
June 30, 2001	41,184	9,974	(6,897)	44,261

C. Employees Health Insurance Fund

Employees may obtain health care services through participation in the State's group health insurance plan or through membership in a health maintenance organization plan under contract with the State. The State's risk financing activities associated with State group health insurance, such as the risks of loss related to medical and prescription drug claims, are administered through the State Employees Group Health Insurance Trust Fund, an internal service fund. It is the practice of the State not to purchase commercial coverage for the risks of losses covered by this Fund.

The Fund's estimated fiscal year-end liability includes an amount for claims that have been incurred but not reported, which is based on analyses of historical data performed by both the State and its contractors. Changes in claim liability amounts for the fiscal years ended June 30, 2000, and June 30, 2001, were as follows (in thousands):

Fiscal Year Ended	Beginning-of-Fiscal-Year Liability	Current-Year Claims and Changes in Estimate	Claim Payments	Balance at Fiscal Year-End
June 30, 2000	$ 40,986	$ 395,710	$ (390,329)	$ 46,367
June 30, 2001	46,367	472,909	(476,880)	42,396

NOTE 16 - PRIOR PERIOD ADJUSTMENTS

Fund balances and retained earnings at July 1, 2000, have been increased/(decreased) as follows (in thousands):

SPECIAL REVENUE FUNDS

To restate accounts receivable recorded in the prior year for the Ringling Museum of Art. *Department of State*	$	(2,200)
To correct uncollectible accounts receivable that was understated in the prior year. *Department of Business and Professional Regulation*	$	(4,171)

ENTERPRISE FUND

To reclassify expenditures in construction work in process that were made prior to July 1, 2000. *Department of Transportation*	$	(3,587)

PENSION FUND

To correct accrued DROP liabililty that was understated in prior year. *Department of Management Services*	$	(17,836)
To correct prior period errors related to the reporting of pension fund contributions and pension benefit payments. *Department of Management Services*	$	(63,235)

STATE UNIVERSITY SYSTEM

Unexpended Plant Fund: To correct prior period errors related to reporting liabilities associated with bonded debt. *Florida International University*	$	26,258
Investment in Plant Fund: To correct prior period errors related to reporting liabilities associated with bonded debt. *Florida International University*	$	(26,258)

COMPONENT UNITS

Governmental Fund Types

To record the effect of reporting current year, instead of prior year, operations in the same reporting period as the State of Florida in anticipation of GASB Statement No. 34 implementation. *Enterprise Florida, Inc.*	$	2,573
To record a change in accounting method for closing cost reimbursements. *Florida First Capital Finance Corporation*	$	4
To record a change in accounting method for recognizing documentary stamp tax and Preservation 2000 revenues. *Suwannee River Water Management District*	$	(54,765)
To record the effect of reporting current year, instead of prior year, operations in the same reporting period as the State of Florida in anticipation of GASB Statement No. 34 implementation. *Florida Education Fund*	$	3
To record the effect of reporting current year, instead of prior year, operations in the same reporting period as the State of Florida in anticipation of GASB Statement No. 34 implementation. *Florida Telecommunications Relay, Inc.*	$	2,771
To record the effect of reporting current year, instead of prior year, operations in the same reporting period as the State of Florida in anticipation of GASB Statement No. 34 implementation. *Florida Prepaid College Foundation Trust Fund*	$	188
To record the cumulative decrease in unreserved fund balance due to the inclusion of the University Club as a component unit. *Florida State University - Direct Support Organization - Seminole Boosters, Inc.*	$	(1,839)
To correct prepaid rent revenue that was recorded as reimbursed construction costs. *Florida State University - Direct Support Organization - Seminole Boosters, Inc.*	$	(367)
To record change in accounting method for Medicare Cost report settlements. *University of South Florida - Direct Support Organization - H. Lee Moffitt Cancer Center*	$	(3,279)
To record the cumulative effect of the implementation of GASB Statement No. 33. *Florida Atlantic University - Direct Support Organization - FAU Foundation, Inc.*	$	15,250

To correct errors from prior year relating to operations of the Dormitory System. *University of West Florida Direct -Support Organization - UWF Foundation, Inc.*	$	(35)
To record effect of implemenation of GASB Statement No. 24 related to certain scholarships and student financial aid. *Community Colleges*	$	(120)
To record effect of implemenation of GASB Statement No. 24 related to certain scholarships and student financial aid. *Community Colleges*	$	115
To correct error in recording amounts for charitable remainder trusts in prior year. *Community Colleges*	$	(168)

Proprietary Fund Types

To record the effect of reporting current year, instead of prior year, operations in the same reporting period as the State of Florida in anticipation of GASB Statement No. 34 implementation. *Florida Birth-Related Neurological Injury Compensation Association*	$	(2,423)
To record a change in nonadmitted assets. *Florida Comprehensive Health Association*	$	(124)
To record results of operations for the period July through December 1999, due to change in fiscal year-end. *P.R.I.D.E.*	$	(3,713)

NOTE 17 – GUARANTEES OF INDEBTEDNESS OF OTHERS

The Florida Department of Education (FDOE) administers the Federal Family Education Loans Program (FFELP), under which the FDOE guarantees loans made to eligible students and their parents by financial institutions. At June 30, 2001, approximately $3.7 billion of loans were outstanding under this Program. The United States Department of Education (USDOE) participates in the Program as a reinsurer and reimburses the FDOE for defaulted loans at various rates based on the incidence of default. For loans made prior to October 1, 1993, the reimbursement rate for defaulted loans can be 80, 90, or 100 percent. For loans made on or after October 1, 1993, the reimbursement rate for defaulted loans can be 78, 88, or 98 percent. For loans made on or after October 1, 1998, the reimbursement rate for defaulted loans can be 75, 85 or 95 percent. During the 2000-2001 fiscal year, the actual rates were 95, 98 and 100 percent. A potential liability exists for loans defaulted in excess of the Federal reimbursement. The specific amount of this potential liability is indeterminable.

The Higher Education Amendments of 1998 were enacted on October 7, 1998, with a retroactive date of October 1, 1998, for most provisions. The Amendment changed the financial and reporting structure of guarantee agencies. Under the Amendments, the Bureau of Student Financial Assistance established a Federal Student Loan Reserve Fund (Federal Fund) and Operating Fund (Operating Fund), as required to account for the FFELP activities.

Title 20, Section 1072(h)(1), USC requires the USDOE Secretary to recall $1 billion from the reserve funds held by guaranty agencies on September 1, 2002. For purposes of funding this recall, the USC establishes a method for determining each guaranty agency's "required share" of recalled reserve funds. In addition, the USC states that within 90 days after the beginning of each of the fiscal years 1998 through 2002, each guaranty agency shall transfer a portion of the agency's required share to a restricted account established by the agency that is of a type selected by the agency with the approval of the Secretary. The FDOE is required to transfer five annual installments of $9,809,184 and through June 30, 2001, has transferred $39,236,736 to a designated account. This amount is included in Other Reserves of Fund Balance in the Expendable Trust Fund.

NOTE 18 - SEGMENT INFORMATION FOR ENTERPRISE FUNDS

Segment information for the enterprise funds for the fiscal year ended June 30, 2001, is as follows (in thousands):

	Department of Lottery	Department of Transportation	Other	Total
Operating revenue	$ 2,284,341	$ 417,506	$ 39,286	$ 2,741,133
Depreciation	1,233	9,254	64	10,551
Operating income (loss)	894,602	243,648	13,291	1,151,541
Transfers in	109	130,855	.....	130,964
Transfers out	908,226	72,412	13,962	994,600
Net income (loss)	74,632	233,220	(1,126)	306,726
Residual equity transfers	.....	.....	(2,512)	(2,512)
Property plant and equipment:				
Additions	1,500	326,766	.....	328,266
Deletions	3,501	922	38	4,461
Net working capital	4,111	201,778	2,247	208,136
Total assets	4,238,476	4,953,689	7,301	9,199,466
Long-term debt	1,849,927	2,052,306	30	3,902,263
Total equity	189,051	2,773,327	2,450	2,964,828

1. The Department of Lottery accounts for the operation of Florida's lottery.
2. The Department of Transportation accounts for the construction, operations, and maintenance of toll and turnpike facilities. Transfers include $4,512,063 of gas tax collected by the Department of Revenue.
3. Other includes the Departments of Children and Families, Corrections, Military Affairs, and State.

NOTE 19 – FLORIDA PREPAID COLLEGE PROGRAM

The Florida Prepaid College Program was created in 1987 by Section 240.551, F.S., to provide a medium through which the costs of registration and dormitory residence may be paid in advance of enrollment in a State postsecondary institution at a rate lower than the projected corresponding cost at the time of actual enrollment. The Program is administered by the Florida Prepaid College Board and the State of Florida guarantees to meet the obligations of the Board to qualified beneficiaries if moneys in the Program are insufficient. The Program is accounted for in an expendable trust fund. An actuarial study is performed to determine the Program's funding status. Additional information as of June 30, 2001, is as follows:

Actuarial present value of future benefits payable	$2,997,782,729
Net assets available (Fair Value)	$3,403,717,633
Net assets as a percentage of tuition and housing benefits obligation	114 percent

NOTE 20 – FLORIDA HURRICANE CATASTROPHE FUND

The Florida Hurricane Catastrophe Fund (FHCF) was created in 1993 by Section 215.555, F.S., as a State trust fund to provide a stable and ongoing source of reimbursement to qualified insurers for a portion of their catastrophic hurricane losses; thereby creating additional insurance capacity to ensure that covered structures (and their contents) damaged or destroyed in a hurricane may be repaired or reconstructed as soon as possible. The Fund is administered by the State Board of Administration which contracts with each insurer writing covered policies in the State to reimburse the insurer for a percentage of losses incurred from covered events from reimbursement premiums collected. However, payments made to insurers shall not exceed the moneys in the

Fund, together with the maximum amount of revenue bonds that may be issued by a county or municipality, or FHCF finance corporation. Beginning June 1, 1999, payments made to insurers shall not exceed the actual claims-paying capacity of the fund up to a limit of $11 billion for that contract year, unless the Board determines that there is sufficient estimated claims-paying capacity to provide $11 billion of capacity for the current contract year and an additional $11 billion of capacity for subsequent contract years. Upon such determination being made, the estimated claims-paying capacity for the current contract year shall be determined by adding to the $11 billion limit one half of the funds estimated claims-paying capacity in excess of $22 billion. The Fund is accounted for as an expendable trust fund. An actuarially determined formula is used to calculate the reimbursement premium collected. Additional information as of June 30, 2001, follows:

Net assets available to meet future catastrophic losses (Fair Value)	$ 3,797,271,546
Catastrophic losses incurred during the fiscal year (related to prior years' hurricane seasons)	$329,000

Subsequent to the fiscal year-end, there were no reported residential property losses by qualified insurers within the State of Florida for the 2001 hurricane season ending on November 30, 2001.

NOTE 21 – OTHER LOSS CONTINGENCIES

Florida participates in a number of Federally-assisted grant programs. These programs are subject to audits by the grantors or their representatives. Any disallowance as a result of these audits may become a liability of the State. Any foreseeable disallowances will not have a material adverse effect on the State of Florida's financial position.

NOTE 22 – LITIGATION

Due to its size and broad range of activities, the State is involved in numerous routine legal actions. The departments involved believe that the results of such litigation pending or anticipated will not materially affect the State of Florida's financial position.

A. Bank of America (formally Barnett Bank) v. Florida Department of Revenue

Case No. 97-02375, Duval County Circuit Court, 4th Judicial Circuit. This case involved the issue of whether Florida's refund statute for dealer repossessions authorizes the Department to grant a refund to a financial institution as the assignee of numerous security agreements governing the sale of automobiles and other property sold by dealers. The question turned on whether the Legislature intended the statute only to provide a refund or credit to the dealer who actually sold the tangible personal property and collected and remitted the tax or intended that right to be assignable. Judgment was granted in the Plaintiff's favor; however, the First District Court of Appeal overturned the trial court's decision on January 5, 2000, in favor of the Department. The Florida Supreme Court and the United States Supreme Court have declined to hear an appeal of the First District Court of Appeal's decision. No further action on this case is expected.

B. Nathan M. Hameroff, M.D., et. al. v. Agency for Health Care Administration, et. al.

Case No. 95-5931, Leon County Circuit Court, 2nd Judicial Circuit. This is a class action suit, among other similar suits, wherein the plaintiffs challenge the constitutionality of the Public Medical Assistance Trust Fund (PMATF) annual assessment on net operating revenue of free-standing out-patient facilities offering sophisticated radiology services. The case went to trial October 3-4, 2000. On February 5, 2001, the trial court ruled that Section 395.705, Florida Statutes, was unconstitutional and disallowed further assessments. Judgment was entered against the Agency on February 15, 2001. The Agency has appealed and filed an initial brief in July 2001. The potential refund liability for all such suits could total approximately $144 million.

C. Savona, et. al. v. Agency for Health Care Administration

Case No. 96-6323, Leon County Circuit Court, 2nd Judicial Circuit. In this case, Plaintiffs seek retroactive and prospective relief on behalf of a class of Medicaid providers (doctors), demanding reimbursement of differential between Medicare and Medicaid rates for dual-enrolled eligibles. This case was settled on October 6, 2000. A total of $98 million, inclusive of interest, fees, and costs, would be paid by the Agency for Health Care Administration over three years subject to legislative approval. The State's share (within the Medicaid Program) would be 45 percent of the $98 million. Final judgment on settlement was entered on June 18, 2001. The Florida Legislature appropriated $32 million in the 2001-2002 Budget for the first installment of the settlement, which was paid on July 27, 2001.

D. Tower Environmental v. Florida Department of Environmental Protection

Case No. 98-01312, Hillsborough County Circuit Court, 13th Judicial Circuit. Tower Environmental has sued the State of Florida and the Florida Department of Environmental Protection (FDEP) alleging that both the State and FDEP "breached" contracts with them by changing the petroleum contamination reimbursement program. Alternatively, Tower claims that these actions constitute torts or impairment of contractual obligations. Tower also alleges that the termination of the reimbursement program pursuant to Section 376.3071, F.S., is a breach of contract. In addition to damages, Tower seeks recovery of attorneys' fees and costs. There has been a ruling that the statute was a written contract and that the State's sovereign immunity defense was therefore invalid. A settlement in the amount of $1.6 million has been reached and a mutual release frees the State and Department from liability. The Legislature appropriated the settlement for the 2001-2002 fiscal year and $1.6 million was paid on July 9, 2001.

E. State Contracting and Engineering Corp. v. Florida Department of Transportation, et. al.

Case No. 98006566(11), 17th Circuit Court, Broward County. The Florida Department of Transportation used a Value Engineering Change Proposal (VECP) design submitted by State Contracting and Engineering Corp. (SCEC) for the construction of a barrier soundwall in Broward County and several subsequent Department projects. Subsequent to the initial use of the VECP design, SCEC patented the design. SCEC claims that the Department owes SCEC royalties and compensation for other damages involving the Department's use of the VECP design on the subsequent projects. The case is scheduled to go to trial on January 28, 2002. If the State is unsuccessful in its actions, potential losses could range from $30 to $60 million.

F. Cone Constructors, Inc. v. Florida Department of Transportation

Case No. CI 00-6996, 9th Judicial Circuit, Orange County, Florida. The Florida Department of Transportation terminated Cone Constructors, Inc., on a construction contract involving a portion of the Suncoast Parkway. Cone Constructors has sued claiming breach of contract and wrongful termination. Subsequent to the initial court filings, the contractor filed for bankruptcy and the Department was able to settle the dispute with the bankruptcy trustee for a payment of $575,000.

G. Riscorp Insurance Company, et. al. v. Florida Department of Labor and Employment Security and Mary B. Hooks, consolidated with Florida Hospitality Mutual Insurance Company v. Department of Labor and Employment Security

Case No. 99-5027, Leon County Circuit Court, 2nd Judicial Circuit, consolidated with Case No. 00-602, Leon County Circuit Court, 2nd Judicial Circuit. Pursuant to Section 440.51, F.S., the Department collects assessments on "net premiums collected" and "net premiums written" from carriers of workers' compensation insurance and by self-insurers in the State. Claimants allege that there is no statutory definition of "net premiums" and the Department does not currently have a rule providing guidance as to how "net premiums" are calculated. Claimants allege that industry standards would allow them to deduct various costs of doing business in calculating "net premiums." In 2000, the Florida Legislature clarified in the existing law the phrase "net premiums written" and "net assessments collected." The Claimants seek refunds of assessments paid during 1995 – 1998 of approximately $35 million. On December 27, 2001, the Circuit Court granted plaintiffs' motion for a partial final summary judgment, ruling that the plaintiffs were entitled to deduct ceded premiums from their premium base in calculating assessments paid for years 1995 – 1998. A trial on liability is scheduled for March 2002, and a separate trial on damages is scheduled for July 2002.

H. U.S. Environmental Protection Agency v. Florida Department of Transportation

This issue constitutes an environmental claim. Title to contaminated land is in dispute. The Department maintains that it is not the owner of the contaminated land. The U.S. Environmental Protection Agency (EPA) is conducting additional tests at the site for pollution and has asserted a cost recovery claim against the Department of approximately $25.6 million. The Department's Motion for Declaratory Judgment on the Department's ownership of the property was denied and upheld on appeal. The EPA is preparing an Amended Record of Decision. On October 5, 2001, a Tolling Agreement was signed which extended the time to sue until May 2002.

I. Sarnoff v. Department of Highway Safety and Motor Vehicles

Case No. SC01-351 Florida Supreme Court. This suit alleges the improper setting of the fee for the motor vehicle inspection program. Plaintiffs challenge the constitutionality of Section 325.214(2), Florida Statutes, which imposes a $10.00 fee on the emissions inspection of automobiles in 7 of Florida's 67 counties, and seek class action certification, declaratory judgment and refund claims. On December 29, 2000, the First District Court of Appeal reversed the trial court's class certification order, and a rehearing was denied on February 2, 2001. Plaintiffs have invoked the discretionary review of the Florida Supreme Court on this issue. Oral Argument was held on November 7, 2001. The decision of the Florida Supreme Court has not been made. The amount of potential loss to the State is estimated to be $96-106 million.

J. Paul K. Mateo, et al., v. Florida Department of Revenue, et al.

Case No. 1D01-4836, First District Court of Appeal. This is a class action suit seeking declaratory relief and a tax refund of sales taxes paid on the lease of motor vehicles where the concerned price included a $2.00 surcharge imposed by Section 212.0606, Florida Statutes. The Department was successful in moving to dismiss Plaintiff's Complaint in the trial court. A trial court dismissed an Amended Complaint challenging the constitutionality of the statute with prejudice. The trial court found that the Plaintiff had not complied with the requirements of Section 215.26, Florida Statutes, thereby making the plaintiff's non-compliance with the statute fatal to his refund request. The Plaintiff timely appealed the trial court's order of dismissal. Potential loss to the State may be in excess of $25 million.

K. Transitions Optical, Inc. v. Florida Department of Revenue, et al.

Case No. 2D00-4208, Second District Court of Appeal. In this case, Transitions Optical and co-Plaintiff, Pepperidge Farm, brought a class action suit (Case No. 99-8574-CI-20, 6th Judicial Circuit) on behalf of themselves and all other similarly situated businesses, challenging the imposition of ad valorum county taxes on the computer software owned and operated by them in their places of business, and seeking a refund of all ad valorem taxes previously paid. The estimated loss to the State may be in excess of $25 million. On August 25, 2000, the trial court granted Plaintiff's Motion for Clarification and for Reconsideration and Rehearing and Dismissing Complaint with Prejudice the case against Transitions Optical and transferring venue to Polk County as to Pepperidge Farm, Inc. (Pepperidge Farm, Inc., v. Florida Department of Revenue, et al.) Transition Optical, Inc., timely filed its notice of appeal relating to the dismissal on September 18, 2000. In the Pepperidge Farm Polk County case, the parties are in the discovery phase.

L. Rendon v. Florida Department of Transportation, et al.

Case No. 96-18090(27) Eleventh Judicial Circuit. The Plaintiffs (persons covered by the Americans with Disabilities Act or ADA) in this certified class action suit, seek a declaratory judgment that Sections 320.0848 (2) and (3), Florida Statutes, violate the Americans with Disabilities Act of 1990 in that the surtax charged for a disabled parking permit is illegal. Issues include the right to proceed with refund claims when no one has applied for a refund claim. On November 14, 2001, the trial court granted Plaintiffs' motion for summary judgment. On November 26, 2001, the State served its Motion for Rehearing, Reconsideration and Clarification Regarding Appropriateness of Remedy and Scope of Relief. On December 18, 2001, the trial court heard States motion and Plaintiffs' motion for Contempt and Sanctions. The court has not yet made its decision. Estimated loss to the State could be in excess of $25 million.

NOTE 23 - DEFICIT FUND EQUITY

Special Revenue Fund – Agency for Health Care Administration

The *Tobacco Settlement Trust Fund* has a deficit fund balance of approximately $23 million. This deficit is the result of Medicaid program costs in excess of receipts. Tobacco settlement receipts scheduled for December 2001 from the tobacco industry will eliminate this deficit.

Expendable Trust Fund - Department of Labor and Employment Security

The *Special Disability Trust Fund (SDTF)* has a deficit fund balance of approximately $1.4 billion. This deficit is the cumulative result of claims expense over net assessment revenue. The SDTF is funded through an assessment on Workers' Compensation carriers and self-insured employers. The SDTF's assessment rate is currently 4.52 percent, which is the maximum rate currently allowed by Florida Statute. It is estimated that the cumulative shortfall will be eliminated in the 2011-12 fiscal year assuming a 1 percent growth rate on workers' compensation premiums.

Component Units - Department of Transportation

The *St. Lucie County Expressway Authority* has a deficit fund balance of approximately $2.9 million primarily as a result of a prior period adjustment to recognize obligations payable to the Department of Transportation for monies advanced to the Authority for operations and current year advances. The deficit will be eliminated as payments are made to fulfill this obligation. Agreements have been made to repay advances to the Department over various time periods beginning in 2005.

NOTE 24 - RESERVES OF FUND BALANCE

The amounts reported in the combined balance sheet identified as reserved fund balance as of June 30, 2001, are comprised of the following (in thousands):

General Fund:		
Reserved for encumbrances	$	102,945
Reserved for inventories		14,940
Reserved for long-term receivables		37,411
Other reserves:		
Budget Stabilization Fund		893,990
Working Capital Fund		302,247
Reserved - General Fund	$	1,351,533
Special Revenue Funds:		
Reserved for encumbrances	$	1,813,155
Reserved for inventories		38,027
Reserved for advances		108,516
Reserved for long-term receivables		1,197,172
Other reserves		82,835
Reserved - Special Revenue Funds	$	3,239,705
Capital Projects Funds:		
Reserved for encumbrances	$	7,158
Reserved for advances		21,930
Reserved - Capital Projects Funds	$	29,088
Debt Service Fund:		
Reserved for debt service	$	368,911
Trust and Agency Funds:		
Reserved for inventories		1
Reserved for endowment principal		1,257,101
Reserved for employees pension benefits		97,301,194
Reserved for investment trust fund participants		14,631,836
Other reserves		39,259
Reserved - Trust and Agency Funds	$	113,229,391
State University System Fund Types:		
Reserved for encumbrances	$	500,346
Other reserves		649,620
Reserved - State University System Fund Types	$	1,149,966
Component Units - Community Colleges:		
Reserved for encumbrances	$	182,537
Reserved for pension and endowment		140,386
Other reserves		195,629
Reserved - Component Units - Community Colleges	$	518,552
Component Units - Other:		
Reserved for encumbrances	$	408,593
Reserved for debt service		98,776
Other reserves		20,002
Reserved - Component Units - Other	$	527,371

NOTE 25 - SUBSEQUENT EVENTS

A. State Board of Education, Public Education Capital Outlay Refunding Bond:

Series	Amount	Matures	Interest Rate
2001 E	$209,785,000	June 1, 2002 – June 1, 2025	3.500% - 5.000%

B. State Board of Education, Public Education Capital Outlay Bond:

Series	Amount	Matures	Interest Rate
2001 C	$75,000,000	June 1, 2002 – July 1, 2031	3.500% - 5.500%

C. State Board of Education, Lottery Revenue Bond:

Series	Amount	Matures	Interest Rate
2001 B	$225,000,000	July 1, 2002 – July 1, 2020	4.000% - 5.500%

D. Florida Board of Education, Florida Atlantic University Parking Facility Bond:

Series	Amount	Matures	Interest Rate
2001	$7,990,000	July 1, 2002 – July 1, 2021	3.000% - 4.800%

E. Department of Environmental Protection, Florida Forever Bond:

Series	Amount	Matures	Interest Rate
2001 B	$268,640,000	July 1, 2002 – July 1, 2021	4.000% - 5.000%

F. Department of Environmental Protection, Preservation 2000 Refunding Bond:

Series	Amount	Matures	Interest Rate
2001 A	$185,240,000	July 1, 2002 – July 1, 2013	4.000% - 5.500%

G. Department of Transportation, Sunshine Skyway Refunding Bond:

Series	Amount	Matures	Interest Rate
2001	$17,555,000	July 1, 2002 – July 1, 2009	3.750% - 4.000%

NOTE 26 - COMPONENT UNITS

Component units, as described in Note 1, are legally separate organizations for which the State is financially accountable, and other organizations for which the nature and significance of their relationship with the State are such that exclusion would cause the State's financial statements to be misleading or incomplete. These legally separate organizations are managed independently, outside the State's budgeting process, and their powers generally are vested in a governing board pursuant to various State statutes.

The State's component units are generally supported by revenues derived from their activities, although the State has provided financial assistance, in some cases of a recurring nature, to certain organizations for operating and other expenses. For example, financial assistance, in the form of State appropriations, was provided to the State's community colleges and assistance is expected to continue in future years. Also, the State has issued full faith and credit bonds on behalf of its community colleges.

The State of Florida has 131 component units. Major component units for the State consist of 105 organizations classified in the following five categories: environmental, educational, transportation, community affairs, and community colleges. These five categories contain 97 and 90 percent of the total component unit assets and revenues, respectively. The community colleges are excluded from the condensed presentation because they are presented in a separate column on the combined statements. Substantially all financial data was derived from the latest audited annual financial statements and summarized into the accompanying format. Refer to Note 1 for additional discussion pertaining to discretely presented component unit categories and how to obtain further information on individual component units.

CONDENSED BALANCE SHEET
OTHER COMPONENT UNITS
(In thousands)

	Environmental	Educational	Transportation	Community Affairs	Other	Total
ASSETS						
Current assets	$ 328,458	$ 3,240,200	$ 314,247	$ 4,011,577	$ 185,208	$ 8,079,690
Due from component units/primary	374,386	172,378	139,490	593	345,108	1,031,955
Property, plant and equipment	2,845,523	880,959	1,622,175	1,210	78,618	5,428,485
Amount available in debt service fund	13,887	.....	85,368	.....	.....	99,255
Amount to be provided	314,169	.....	83,437	.....	35	397,641
Other assets	.....	1,120	55,564	16,728	3,554	76,966
TOTAL ASSETS	**$ 3,876,423**	**$ 4,294,657**	**$ 2,300,281**	**$ 4,030,108**	**$ 612,523**	**$ 15,113,992**
LIABILITIES AND FUND EQUITY						
Liabilities:						
Current liabilities	$ 104,260	$ 273,272	$ 161,061	$ 95,383	$ 361,020	$ 994,996
Due to component units/primary	871	187,245	306,318	24,827	7,079	526,340
Bonds payable	167,055	660,844	1,221,697	3,245,086	1,201	5,295,883
Other long-term liabilities	161,120	171,430	434	91,109	36,913	461,006
Total Liabilities	**433,306**	**1,292,791**	**1,689,510**	**3,456,405**	**406,213**	**7,278,225**
Fund Equity:						
Contributed capital	.....	.....	138,502	.....	20,547	159,049
Investments in general fixed assets	2,845,518	.....	121	.....	322	2,845,961
Retained earnings	1,098	.....	389,161	573,703	78,871	1,042,833
Fund Balances	596,501	3,001,866	82,987	.....	106,570	3,787,924
Total Fund Equity	**3,443,117**	**3,001,866**	**610,771**	**573,703**	**206,310**	**7,835,767**
TOTAL LIABILITIES AND FUND EQUITY	**$ 3,876,423**	**$ 4,294,657**	**$ 2,300,281**	**$ 4,030,108**	**$ 612,523**	**$ 15,113,992**

CONDENSED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUNDS AND EXPENDABLE TRUST FUND
OTHER COMPONENT UNITS
(In thousands)

	Environmental	Educational	Transportation	Other	Total
REVENUES	**$ 542,318**	**$ 2,043,039**	**$ 13,248**	**$ 199,314**	**$ 2,797,919**
EXPENDITURES					
Current and other	399,857	1,461,047	543	245,503	2,106,950
Capital outlay	210,953	.....	.....	22	210,975
Debt service	18,813	.....	13,569	.....	32,382
TOTAL EXPENDITURES	**629,623**	**1,461,047**	**14,112**	**245,525**	**2,350,307**
EXCESS/(DEFICIENCY) OF REVENUES OVER EXPENDITURES	**(87,305)**	**581,992**	**(864)**	**(46,211)**	**447,612**
Other financing sources (uses)	178,601	(150,818)	(22)	33,316	61,077
NET CHANGE IN FUND BALANCES	**91,296**	**431,174**	**(886)**	**(12,895)**	**508,689**
FUND BALANCES - BEGINNING	**555,483**	**2,560,959**	**83,873**	**113,929**	**3,314,244**
Adjustments to beginning fund balances	(54,765)	9,733	.....	5,536	(39,496)
Fund Balances, as restated	500,718	2,570,692	83,873	119,465	3,274,748
FUND BALANCES - ENDING	**$ 592,014**	**$ 3,001,866**	**$ 82,987**	**$ 106,570**	**$ 3,783,437**

CONDENSED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS/FUND BALANCES
ALL PROPRIETARY FUNDS AND NONEXPENDABLE TRUST FUND
OTHER COMPONENT UNITS
(in thousands)

	Environmental	Transportation	Community Affairs	Other	Total
OPERATING REVENUES	$ 3,014	$ 167,664	$ 123,674	$ 116,783	$ 411,135
OPERATING EXPENSES					
Operating expenses - depreciation	.....	14,774	.....	77	14,851
Other operating	2,973	77,993	15,222	134,658	230,846
TOTAL OPERATING EXPENSES	**2,973**	**92,767**	**15,222**	**134,735**	**245,697**
OPERATING INCOME/(LOSS)	**41**	**74,897**	**108,452**	**(17,952)**	**165,438**
Grants and contributions	.....	76,669	28,300	.....	104,969
Nonoperating revenues/(expenses)	659	(40,757)	(224,204)	24,105	(240,197)
INCOME/(LOSS) BEFORE TRANSFERS	**700**	**110,809**	**(87,452)**	**6,153**	**30,210**
Transfers in/(out) component units/primary	(217)	4,761	164,649	270	169,463
NET INCOME/(LOSS)	**483**	**115,570**	**77,197**	**6,423**	**199,673**
RETAINED EARNINGS/ FUND BALANCES - BEGINNING	**5,102**	**273,591**	**496,506**	**78,708**	**853,907**
Adjustments to increase/(decrease) beginning retained earnings/fund balances	.....	.....	.....	(6,260)	(6,260)
Retained Earnings/Fund Balances, as restated	5,102	273,591	496,506	72,448	847,647
Residual equity transfers	.....	.....	.....	.....	.....
RETAINED EARNINGS/ FUND BALANCES - ENDING	**$ 5,585**	**$ 389,161**	**$ 573,703**	**$ 78,871**	**$ 1,047,320**

GREAT SEAL OF THE STATE OF FLORIDA
IN GOD WE TRUST

REQUIRED SUPPLEMENTARY INFORMATION

REQUIRED SUPPLEMENTARY INFORMATION

STATE OF FLORIDA
Pension Trust Fund
For the Fiscal Year Ended June 30, 2001

Schedule of Funding Progress
(in thousands)

Actuarial Valuation Date	Actuarial Value of Assets (A)	Actuarial Accrued Liability (AAL) Entry Age (B)	Unfunded AAL (UAAL) (B-A)	Funded Ratio (A/B)	Annualized Covered Payroll (C)		UAAL as a Percentage of Covered Payroll ((B-A)/C)
July 1, 1995	41,585,509	54,027,447	12,451,938	76.95%	16,280,775		76.48%
July 1, 1997	56,220,804	61,610,883	5,390,079	91.25%	17,257,738		31.23%
July 1, 1998	66,997,227	63,205,829	(3,791,398)	106.00%	18,010,189		(21.05%)
July 1, 1999	77,795,313	68,575,249	(9,220,064)	113.45%	18,998,086	(1)	(48.53%)
July 1, 2000	88,503,838	74,948,950	(13,554,888)	118.09%	20,463,403	(1)	(66.24%)
July 1, 2001	95,517,948	80,993,718	(14,524,230)	117.93%	21,360,862	(1)	(68.00%)

Schedule of Employer Contributions
(in thousands)

Year Ended 6/30	Annual Required Contributions	Percent Contributed
1995	2,880,128	100%
1996	2,967,448	100%
1997	3,036,978	100%
1998	3,206,516	100%
1999	3,096,290	100%
2000	1,969,057	111% (4)
2001	1,869,731	110%

Notes to Required Supplementary Information

The information presented in the above required supplementary schedules was determined as part of the actuarial valuations at the dates indicated. Additional information as of the latest actuarial valuation follows:

Valuation date	July 1, 2001
Actuarial cost method	Entry Age Normal
Amortization method	Level Dollar of Pay, Open
Equivalent single amortization period	Not Applicable (3)
Asset valuation method	5-Year Smoothed Method
Actuarial assumptions:	
Investment rate of return	8.00%
Projected salary increases	6.25% (2)
Includes inflation at	3.50%
Cost-of-Living Adjustments	3.00%

(1) Includes Deferred Retirement Option Program (DROP) Payroll

(2) Includes individual salary growth of 5.00%, plus an age-graded merit scale from 5.00% at age 20, to 1.50% at age 40, to 0.25% at age 60.

(3) The UAAL surplus for the July 1, 2001 valuation precludes the need for an amortization period.

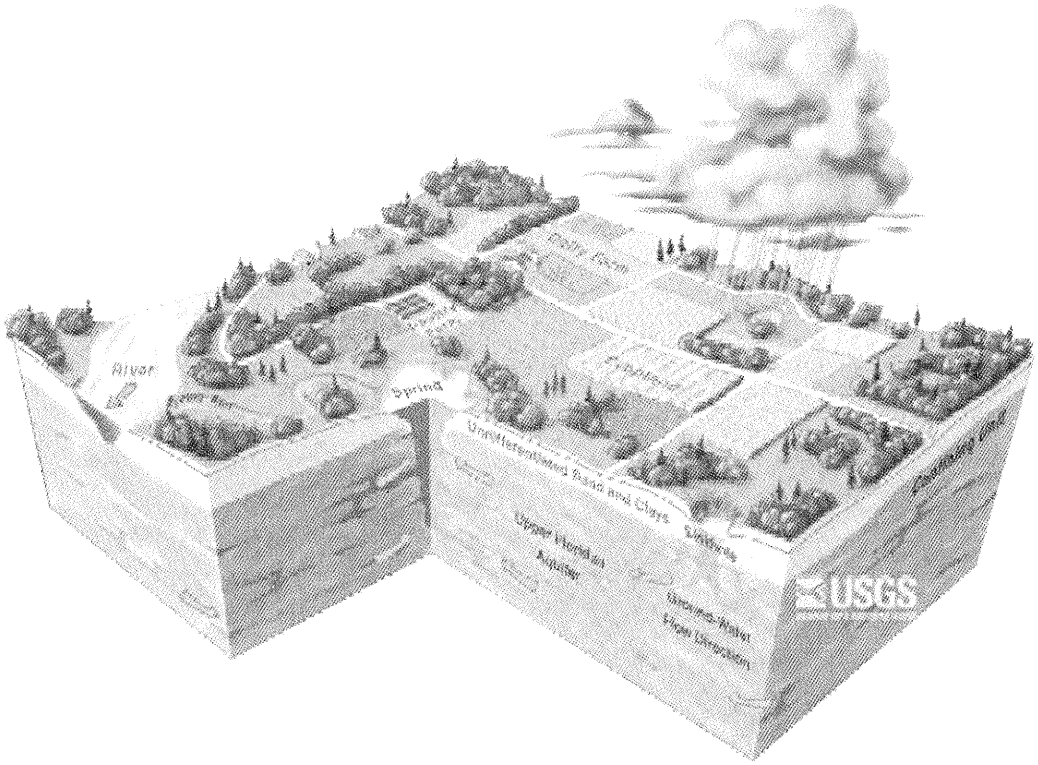
(4) The 2000 required annual contribution and the corresponding percent contributed were restated to reflect a change in the annual required contribution through the use of the actuarial determined surplus.

Combining Financial Statements

Ichetucknee Springs

Photo by John Moran

HYDROGEOLOGY OF FLORIDA'S SPRINGS



Some of the rain that falls on Florida soaks into the ground to replenish the Floridian Aquifer, which supplies most of Florida's drinking water and feeds most of Florida's springs. The Karst topography that is common in many parts of Florida leaves the aquifer vulnerable to contamination from activities on the land surface. (From the U.S. Geological Survey)

Florida is underlain with limestone. Rainwater, made slightly acidic by the carbon dioxide it picks up from the atmosphere, enters the rock and slowly dissolves channels and cases as it works its way through the limestone and forms an underground drainage system. Where the water creates larger cavities, the overlying rock sometimes collapses, forming a sinkhole or spring.

A portion of Florida's rainfall infiltrates the ground to replenish the aquifers that are the source of most of Florida's fresh water supply. This is the water that keeps Florida's springs flowing. Drought, major development, or mining within the spring's recharge basin, and excessive groundwater withdrawals from supply wells can reduce or even stop a spring's flow.

In 1995, Floridians used 7.2 billion gallons of fresh water per day, more than any other state east of the Mississippi River. Florida's water use is expected to increase to 9 billion gallons per day by the year 2020. Sixty percent of Florida's drinking water supply comes from aquifers. One hundred percent of spring discharge comes from these same aquifers.

Most Florida springs occur where the limestone of the Florida Aquifer is exposed at the land surface. Springs drain large amounts of groundwater from the Florida Aquifer. These springs contribute to the relatively constant temperature and steady flow rate of many of Florida's spring-run rivers. In addition, numerous submarine springs exist along Florida's Atlantic and Gulf coasts. Spring Creek Springs, on the Wakulla County coast, is thought to be the nation's largest spring in terms of average flow – about 1.3 billion gallons per day.

Source: Florida Springs Task Force Report, November 2000

General Fund

The general fund is maintained to account for all financial resources except those required to be accounted for in another fund.

BALANCE SHEET - GENERAL FUND
JUNE 30, 2001
(in thousands)

	Totals	
	6/30/01	6/30/00
ASSETS		
Cash and cash equivalents	$ 10,515	$ 7,086
Pooled investments with State Treasury	2,795,156	3,676,752
Receivables, net	1,446,489	1,423,354
Due from other funds	211,676	181,506
Due from component units/primary	340	132
Advances to other funds	15,702	16,147
Advances to component units	24,827	24,827
Inventories	15,835	17,460
Loans and notes receivable, net	42,373	9,307
Deferred fiscal charges and other assets	54	78
TOTAL ASSETS	**$ 4,562,967**	**$ 5,356,649**
TOTAL LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts payable and accrued liabilities	$ 344,257	$ 438,900
Due to other funds	429,404	510,186
Due to component units/primary	835	1,705
Deferred revenues	32	.....
Compensated absences	1,162	406
Obligations under security lending agreements	361,564	361,218
Total Liabilities	**1,137,254**	**1,312,415**
Fund Balance:		
Reserved	1,351,533	1,860,027
Unreserved	2,074,180	2,184,207
Total Fund Balance	**3,425,713**	**4,044,234**
TOTAL LIABILITIES AND FUND BALANCE	**$ 4,562,967**	**$ 5,356,649**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(in thousands)

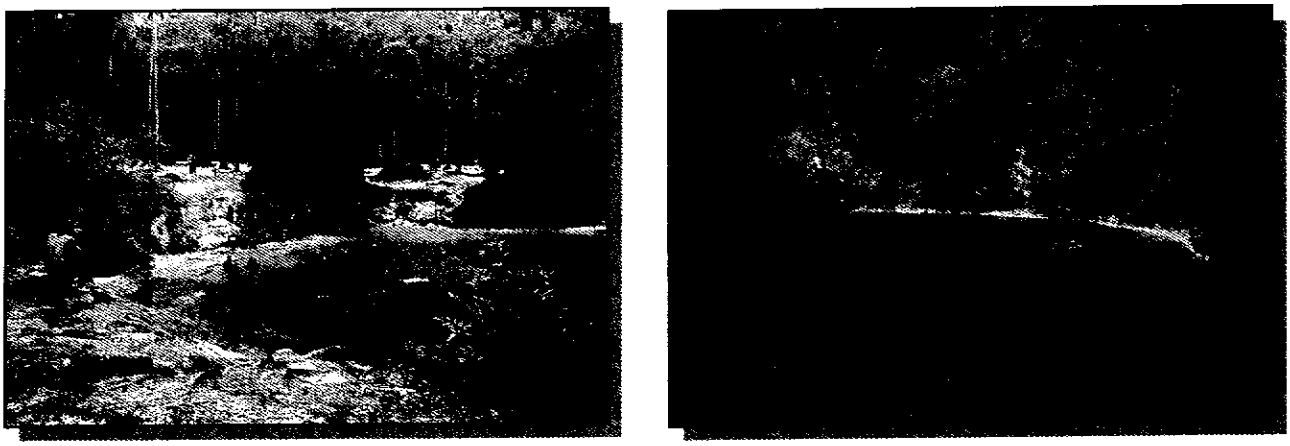
	Totals	
	6/30/01	6/30/00
REVENUES		
Taxes	$ 18,499,367	$ 17,956,097
Licenses and permits	63,898	69,030
Fees and charges	182,010	165,768
Grants and donations	609	122
Investment earnings	381,719	249,605
Fines, forfeits, settlements and judgments	3,013	1,232
Refunds	10,200	71,115
Other	68	.....
TOTAL REVENUES	**19,140,884**	**18,512,969**
EXPENDITURES		
Current:		
General government	833,535	1,237,016
Education	8,462,930	7,342,582
Human services	4,182,340	3,796,400
Criminal justice and corrections	2,551,441	2,448,228
Natural resources and environment	263,985	228,526
State courts	252,650	220,822
Capital outlay	92,885	111,748
Debt service:		
Principal retirement	2,878	2,817
Interest and fiscal charges	520	657
TOTAL EXPENDITURES	**16,643,164**	**15,388,796**
EXCESS/(DEFICIENCY) OF REVENUES OVER EXPENDITURES	**2,497,720**	**3,124,173**
OTHER FINANCING SOURCES/(USES)		
Operating transfers in	2,093,213	1,954,331
Operating transfers out	(2,701,908)	(1,985,171)
Transfers to State University System	(1,913,711)	(1,755,257)
Transfers out to component units/primary	(597,321)	(817,054)
Proceeds of financing agreements	.....	373
TOTAL OTHER FINANCING SOURCES/(USES)	**(3,119,727)**	**(2,602,778)**
EXCESS/(DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	**(622,007)**	**521,395**
Fund Balances, July 1	4,044,234	3,527,548
Residual Equity Transfers	.....	(403)
Change in Reserve for Inventories	3,486	(4,306)
FUND BALANCES, JUNE 30	**$ 3,425,713**	**$ 4,044,234**

DAMAGE TO SPRINGS

Between 1950 and 1990, Florida's human population more than quadrupled, and our population continues to increase. With growth has come an unavoidable rise in water use, as well as extensive land use changes. During the twentieth century, flow discharge reductions have been noted in many of Florida's springs. Since the 1970s, scientists have documented a decline in water quality in most Florida springs, particularly in regard to nutrients such as nitrate.

As a result, a multi-agency Florida Springs Task Force was created to recommend strategies for the protection and restoration of Florida's springs. The Task Force is responsible for educating the public and spreading awareness of the impact that citizens living in spring recharge basins can have on spring water quality. In addition, spring recharge basins have been purchased to protect springs from land use practices that reduce water quality and quantity.

Contamination is a major threat to Florida's springs. Water can carry contaminants from the land surface into springs. Stormwater runoff can carry oil, fertilizer, pesticides, and bacteria. Septic tanks and underground storage tanks can contribute nutrients, bacteria, and chemicals via seepage. Contaminants in groundwater travel toward spring openings through pores and fractures in the lime rock. Water moving through small pore spaces travels slowly, on a scale of years, while water that travels through caves can move fairly rapidly, on a scale of days or weeks. In spring recharge basins where surface water enters the aquifer through direct connections such as sinkholes and sinking streams, springs are especially vulnerable to contamination.



The photo to the left shows Blue Spring, Volusia County, in 1973, when purchased by the State. The photo to the right is of Blue Spring after the State purchased it, restricted foot traffic, and re-established native plants on its banks. The spring provides essential habitat to the endangered West Indian Manatee. Photos by Jim Stevenson.

Source: Florida Springs Task Force Report, November 2000

Special Revenue Funds

The special revenue funds are maintained to account for the proceeds of special revenue sources that are legally restricted to expenditures for specific purposes.

Major special revenue funds of the State include the following:

Department of Education

Public Education Capital Outlay and Debt Service Trust Fund - This fund serves to provide for improvements to existing educational facilities and construction of new educational facilities. Revenue sources include gross receipts tax from utilities and telecommunication, bond proceeds, and interest earnings.

Educational Enhancement Trust Fund - This fund is to serve as a conduit for lottery revenues appropriated for enhancing public education.

Educational Aids Trust Fund - This fund serves to administer receipts and disbursements of Federal grants.

Lottery Capital Outlay Debt Service Trust Fund - This fund accounts for lottery funds appropriated for fixed capital outlay and debt service separately from lottery funds appropriated for current operations.

Food and Nutrition Services Trust Fund - This fund accounts for various school and day care food programs of the U.S. Department of Agriculture (USDA). Sources of revenue are USDA grants.

Department of Transportation

State Transportation Trust Fund - This fund serves to pay administrative expenses of the department, pay cost of construction and maintenance of the state highway system, pay cost of public transportation projects, pay cost of economic development transportation projects, and match Federal-aid funds for transportation purposes. Sources of revenue include motor and other fuel taxes, rental car surcharge, permits, a percentage of motor vehicle licenses and fees, and Federal aid.

Department of Children and Families

Administrative Trust Fund - This fund serves to support the administrative and regulatory functions of the department. Sources of revenue include Federal grants, Federal recovery of indirect cost, benefit recovery collections from public assistance overpayments, transfers from other funds, and interest on investments.

Federal Grants Trust Fund - This fund is used to provide health and support services to departmental clients, support regulatory authorities of the department, and fund disease surveillance and for other purposes as appropriate. Sources of revenue include Federal grants, the Medicaid program, and transfers from other funds.

Agency for Health Care Administration

Medical Care Trust Fund - This fund is used to track medical assistance payments and related activities. Sources of revenue include Federal grants, transfers, and refunds.

Department of Revenue

Fuel Tax Collection Trust Fund - The purpose of this fund is to collect motor fuel tax and aviation tax and distribute them to counties and other funds and departments as specified by law.

Documentary Stamp Tax Trust Fund - The purpose of this fund is to collect documentary stamp tax and surtax and distribute them to other departments as specified by law.

Local Government Half-Cent Sales Tax Clearing Trust Fund - This fund collects and distributes a part of sales tax to eligible local governments.

Department of Highway Safety and Motor Vehicles

Motor Vehicle License Clearing Trust Fund - This fund serves to transfer and distribute revenue received from motor vehicle licenses to other departments and entities as specified by law.

COMBINING BALANCE SHEET - ALL SPECIAL REVENUE FUNDS
JUNE 30, 2001
(in thousands)

	Departments of				
	Environmental Protection	Banking and Finance	Education	Transportation	Children and Families
ASSETS					
Cash and cash equivalents	$ 623	$ 47	$ 75	$ 1,579	$ 1,379
Pooled investments with State Treasury	1,612,956	198,452	1,085,937	393,728	254,310
Investments	.....	.....	6,062	.....	.....
Receivables, net	20,735	854	5,287	35,122	257,958
Due from other funds	41,176	3,564	74,951	496,077	10,583
Due from component units/primary	.....	.....	.....	297,606	.....
Advances to other funds	.....	.....	.....	282,228	.....
Advances to component units	.....	.....	.....	25,000	.....
Inventories	255	6	.....	16,178	517
Loans and notes receivable, net	880,336	.....	8,607	70,650	.....
Deferred fiscal charges and other assets	.....	27	.....	.....	.....
TOTAL ASSETS	**$ 2,556,081**	**$ 202,950**	**$1,180,919**	**$ 1,618,168**	**$ 524,747**
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable and accrued liabilities	$ 33,881	$ 123	$ 6,319	$ 261,419	$ 162,053
Due to other funds	13,757	164,635	425,859	6,814	41,591
Due to component units/primary	1,075	.....	153,936	131	.....
Advances from other funds	10,171	.....	.....	64,818	.....
Deferred revenues	2,345	.....	.....	125,676	24,046
Compensated absences	.....	.....	.....	.....	138
Obligations under security lending agreements	94,603	11,640	70,023	23,093	15,141
Other liabilities	.....	.....	.....	.....	.....
Total Liabilities	**155,832**	**176,398**	**656,137**	**481,951**	**242,969**
Fund Balances:					
Reserved	1,975,826	23	9,834	1,067,125	2,483
Unreserved	424,423	26,529	514,948	69,092	279,295
Total Fund Balances	**2,400,249**	**26,552**	**524,782**	**1,136,217**	**281,778**
TOTAL LIABILITIES AND FUND BALANCES	**$ 2,556,081**	**$ 202,950**	**$1,180,919**	**$ 1,618,168**	**$ 524,747**

Departments of					Totals	
Health	Agency for Health Care Administration	Revenue	Highway Safety and Motor Vehicles	Other	6/30/01	6/30/00
$ 1,066	$ 1,310	$ 8	$ 657	$ 25,907	$ 32,651	$ 9,613
286,864	134,041	584,603	123,725	928,855	5,603,471	5,333,692
.....	.....	.....	.....	274,499	280,561	237,906
72,195	633,558	233,591	16,108	121,763	1,397,171	1,491,023
18,776	290,449	33,787	9,148	95,454	1,073,965	787,937
.....	.....	.....	.....	13	297,619	275,305
.....	20	326	950	157	283,681	145,492
.....	.....	.....	.....	.....	25,000	.....
20,612	.....	76	.....	2,463	40,107	70,588
972	.....	.....	.....	19,877	980,442	873,889
.....	.....	.....	746	116	889	1,405
$ 400,485	**$ 1,059,378**	**$ 852,391**	**$ 151,334**	**$ 1,469,104**	**$ 10,015,557**	**$ 9,226,850**
$ 57,594	$ 882,286	$ 198,666	$ 8,566	$ 190,796	$ 1,801,703	$ 1,732,368
9,938	31,042	332,655	28,783	101,910	1,156,984	836,200
.....	.....	4,875	39	393	160,449	163,501
972	.....	8	1,825	1,293	79,087	71,254
4,868	2,427	8,356	376	32,779	200,873	230,635
14	.....	.....	82	1,046	1,280	793
16,826	7,864	34,300	7,259	79,248	359,997	225,115
.....	.....	.....	.....	250	250	252
90,212	**923,619**	**578,860**	**46,930**	**407,715**	**3,760,623**	**3,260,118**
21,849	18	76	1,626	160,845	3,239,705	1,819,917
288,424	135,741	273,455	102,778	900,544	3,015,229	4,146,815
310,273	**135,759**	**273,531**	**104,404**	**1,061,389**	**6,254,934**	**5,966,732**
$ 400,485	**$ 1,059,378**	**$ 852,391**	**$ 151,334**	**$ 1,469,104**	**$ 10,015,557**	**$ 9,226,850**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
ALL SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(in thousands)

	Departments of				
	Environmental Protection	Banking and Finance	Education	Transportation	Children and Families
REVENUES					
Taxes	$ 1	$	$ 726,497	$	$ .....
Licenses and permits	28,787	9,586	1,511	8,494	699
Fees and charges	57,624	15,208	11,462	104,921	53,139
Grants and donations	96,010	63	1,520,509	1,237,530	2,367,691
Investment earnings	156,061	8,245	95,057	43,975	9,500
Fines, forfeits, settlements and judgments	5,026	744,719	734	11,909	100
Flexible benefits contributions	.....	.....	.....	.....	.....
Refunds	2,307	25	12,542	.....	24,096
Other	.....	.....	.....	1,515	.....
TOTAL REVENUES	**345,816**	**777,846**	**2,368,312**	**1,408,344**	**2,455,225**
EXPENDITURES					
Current:					
General government	.....	29,459	.....	.....	.....
Education	.....	.....	2,935,545	.....	.....
Human services	.....	.....	.....	.....	2,511,237
Criminal justice and corrections	.....	.....	.....	.....	.....
Natural resources and environment	404,974	.....	.....	.....	.....
Transportation	.....	.....	.....	994,832	.....
State courts	.....	.....	.....	.....	.....
Capital outlay	332,288	621	2,885	2,011,932	10,400
Debt service:					
Principal retirement	.....	10	.....	.....	174
Interest and fiscal charges	.....	.....	.....	460	17
TOTAL EXPENDITURES	**737,262**	**30,090**	**2,938,430**	**3,007,224**	**2,521,828**
EXCESS/(DEFICIENCY) OF REVENUES OVER EXPENDITURES	**(391,446)**	**747,756**	**(570,118)**	**(1,598,880)**	**(66,603)**
OTHER FINANCING SOURCES/(USES)					
Proceeds of bond issues	44,958	.....	737,639	.....	.....
Operating transfers in	973,221	178,262	1,185,621	2,246,662	435,035
Operating transfers out	(442,821)	(927,297)	(766,799)	(301,991)	(375,234)
Transfers to State University System	.....	.....	(415,953)	.....	.....
Transfers in from component units/primary	70	.....	.....	111	.....
Transfers out to component units/primary	(198,336)	.....	(177,395)	.....	.....
Proceeds of financing agreements	.....	.....	.....	.....	.....
TOTAL OTHER FINANCING SOURCES/(USES)	**377,092**	**(749,035)**	**563,113**	**1,944,782**	**59,801**
EXCESS/(DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	**(14,354)**	**(1,279)**	**(7,005)**	**345,902**	**(6,802)**
Fund Balances, July 1	2,415,513	27,835	520,407	792,039	286,057
Adjustments to increase/(decrease) beginning fund balances	.....	.....	.....	.....	.....
Fund Balances, July 1, as restated	2,415,513	27,835	520,407	792,039	286,057
Residual Equity Transfers	.....	.....	11,380	.....	2,512
Change in Reserve for Inventories	(910)	(4)	.....	(1,724)	11
FUND BALANCES, JUNE 30	**$ 2,400,249**	**$ 26,552**	**$ 524,782**	**$ 1,136,217**	**$ 281,778**

Departments of					Totals	
Health	Agency for Health Care Administration	Revenue	Highway Safety and Motor Vehicles	Other	6/30/01	6/30/00
$	$ 209,084	$ 4,487,673	$ 44,254	$ 705,712	$ 6,173,221	$ 6,155,263
31,949	11,021	.....	746,343	170,609	1,008,999	895,812
171,691	196,025	237,650	299,290	655,377	1,802,387	1,862,912
686,496	5,144,459	126,798	.....	875,467	12,055,023	10,481,733
20,764	15,570	6,647	2,032	67,986	425,837	280,584
4,751	2,239	2	71,973	79,104	920,557	825,194
.....	.....	.....	.....	62,881	62,881	62,230
4,417	587,471	.....	.....	7,761	638,619	489,336
.....	20,287	.....	.....	1,222	23,024	369
920,068	**6,186,156**	**4,858,770**	**1,163,892**	**2,626,119**	**23,110,548**	**21,053,433**
.....	.....	2,276,061	205,902	1,583,583	4,095,005	4,060,849
.....	.....	.....	.....	.....	2,935,545	3,109,771
1,266,435	6,839,788	.....	.....	105,123	10,722,583	9,266,212
.....	.....	.....	.....	314,867	314,867	257,164
.....	.....	.....	.....	546,112	951,086	772,436
.....	.....	.....	.....	.....	994,832	904,117
.....	.....	.....	.....	25,855	25,855	18,315
43,733	2,057	7,828	3,021	187,403	2,602,168	2,430,448
6	.....	.....	.....	81	271	1,020
1	.....	.....	.....	21	499	454
1,310,175	**6,841,845**	**2,283,889**	**208,923**	**2,763,045**	**22,642,711**	**20,820,786**
(390,107)	**(655,689)**	**2,574,881**	**954,969**	**(136,926)**	**467,837**	**232,647**
.....	.....	.....	.....	51,295	833,892	1,114,993
436,410	826,816	1,827,028	9,870	1,365,383	9,484,308	7,993,734
(46,059)	(230,144)	(4,179,764)	(930,040)	(1,277,441)	(9,477,590)	(8,841,244)
.....	.....	.....	.....	.....	(415,953)	.....
.....	.....	.....	.....	9,895	10,076	1,278
.....	.....	(191,415)	.....	(34,249)	(601,395)	(698,764)
.....	.....	.....	.....	.....	.....	116
390,351	**596,672**	**(2,544,151)**	**(920,170)**	**114,883**	**(166,662)**	**(429,887)**
244	**(59,017)**	**30,730**	**34,799**	**(22,043)**	**301,175**	**(197,240)**
315,428	194,776	242,768	71,612	1,100,297	5,966,732	6,878,464
.....	.....	.....	.....	(6,371)	(6,371)	.....
315,428	194,776	242,768	71,612	1,093,926	5,960,361	6,878,464
.....	.....	.....	.....	(11,380)	2,512	(721,592)
(5,399)	.....	33	(2,007)	886	(9,114)	7,100
$ 310,273	**$ 135,759**	**$ 273,531**	**$ 104,404**	**$ 1,061,389**	**$ 6,254,934**	**$ 5,966,732**

COMBINING BALANCE SHEET - ALL OTHER SPECIAL REVENUE FUNDS
JUNE 30, 2001
(in thousands)

	Departments of				
	Agriculture	State	Insurance	Community Affairs	Labor and Employment Security
ASSETS					
Cash and cash equivalents	$ 105	$ 4	$ 1,669	$ 10	$ 21
Pooled investments with State Treasury	54,950	64,952	63,579	98,538	66,547
Investments	.....	.....	.....	273	.....
Receivables, net	4,401	511	405	29,283	188
Due from other funds	1,648	6,001	20,621	1,166	1,652
Due from component units/primary	.....	.....	.....	.....	.....
Advances to other funds	.....	.....	.....	.....	21
Inventories	1,353	.....	98	40	.....
Loans and notes receivable, net	.....	.....	.....	6,355	1,403
Deferred fiscal charges and other assets	.....	.....	9	6	.....
TOTAL ASSETS	**$ 62,457**	**$ 71,468**	**$ 86,381**	**$ 135,671**	**$ 69,832**
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable and accrued liabilities	$ 5,739	$ 2,202	$ 5,238	$ 15,216	$ 640
Due to other funds	2,628	25,299	3,786	13,558	4,976
Due to component units/primary	.....	23	.....	.....	29
Advances from other funds	.....	.....	.....	10	21
Deferred revenues	203	15,594	.....	7,001	315
Compensated absences	15	.....	676	.....	.....
Obligations under security lending agreements	3,224	3,809	3,729	5,780	3,879
Other liabilities	.....	.....	.....	.....	.....
Total Liabilities	**11,809**	**46,927**	**13,429**	**41,565**	**9,860**
Fund Balances:					
Reserved	10,804	1,866	1,689	57,527	59
Unreserved	39,844	22,675	71,263	36,579	59,913
Total Fund Balances	**50,648**	**24,541**	**72,952**	**94,106**	**59,972**
TOTAL LIABILITIES AND FUND BALANCES	**$ 62,457**	**$ 71,468**	**$ 86,381**	**$ 135,671**	**$ 69,832**

Departments of Management Services	Business and Professional Regulation	Agency for Workforce Innovation	State Board of Administration	Other	Total 6/30/01
$ 10,899	$ 307	$ 8,936	$ 228	$ 3,728	$ 25,907
70,894	93,847	17,556	.....	397,992	928,855
166,208	.....	.....	107,618	400	274,499
15,245	31,409	1,766	899	37,656	121,763
9,385	1,719	10,727	15,965	26,570	95,454
.....	.....	.....	.....	13	13
.....	.....	.....	.....	136	157
.....	114	.....	.....	858	2,463
.....	.....	.....	.....	12,119	19,877
.....	26	9	.....	66	116
$ 272,631	**$ 127,422**	**$ 38,994**	**$ 124,710**	**$ 479,538**	**$ 1,469,104**
$ 81,913	$ 6,052	$ 14,628	$ 11,679	$ 47,489	$ 190,796
10,309	9,057	1,167	4,354	26,776	101,910
.....	1	127	.....	213	393
.....	.....	.....	.....	1,262	1,293
5,302	176	148	.....	4,040	32,779
.....	.....	.....	.....	355	1,046
4,158	5,505	1,054	24,763	23,347	79,248
.....	.....	.....	.....	250	250
101,682	**20,791**	**17,124**	**40,796**	**103,732**	**407,715**
66	.....	1,754	.....	87,080	160,845
170,883	106,631	20,116	83,914	288,726	900,544
170,949	**106,631**	**21,870**	**83,914**	**375,806**	**1,061,389**
$ 272,631	**$ 127,422**	**$ 38,994**	**$ 124,710**	**$ 479,538**	**$ 1,469,104**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
ALL OTHER SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(in thousands)

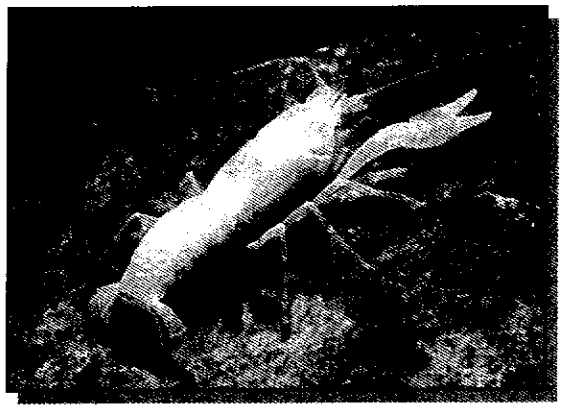
	Departments of				
	Agriculture	State	Insurance	Community Affairs	Labor and Employment Security
REVENUES					
Taxes	$ 301	$	$ 32,173	$	$ 110,574
Licenses and permits	11,903	6,301	41,134	.....	14
Fees and charges	74,374	87,268	48,278	5,795	5,570
Grants and donations	98,160	9,299	.....	245,681	62,483
Investment earnings	1,979	2,194	5,015	5,533	3,301
Fines, forfeits, settlements and judgments	2,205	24,994	5,390	1,198	2,491
Flexible benefits contributions	.....	.....	.....	.....	.....
Refunds	409	113	124	882	12
Other	7	.....	2	266	22
TOTAL REVENUES	**189,338**	**130,169**	**132,116**	**259,355**	**184,467**
EXPENDITURES					
Current:					
General government	.....	56,533	126,067	.....	153,975
Human services	.....	.....	.....	.....	.....
Criminal justice and corrections	.....	.....	.....	.....	.....
Natural resources and environment	201,795	.....	.....	246,576	.....
State courts	.....	.....	.....	.....	.....
Capital outlay	17,284	2,429	3,537	24,916	1,701
Debt service:					
Principal retirement	.....	.....	.....	.....	.....
Interest and fiscal charges	.....	.....	.....	.....	.....
TOTAL EXPENDITURES	**219,079**	**58,962**	**129,604**	**271,492**	**155,676**
EXCESS/(DEFICIENCY) OF REVENUES OVER EXPENDITURES	**(29,741)**	**71,207**	**2,512**	**(12,137)**	**28,791**
OTHER FINANCING SOURCES/(USES)					
Proceeds of bond issues	.....	.....	.....	.....	.....
Operating transfers in	64,104	27,019	24,770	60,037	16,138
Operating transfers out	(28,314)	(96,980)	(30,391)	(92,720)	(42,724)
Transfers in from component units/primary	.....	.....	.....	43	.....
Transfers out to component units/primary	.....	(2,313)	.....	.....	.....
TOTAL OTHER FINANCING SOURCES/(USES)	**35,790**	**(72,274)**	**(5,621)**	**(32,640)**	**(26,586)**
EXCESS/(DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	**6,049**	**(1,067)**	**(3,109)**	**(44,777)**	**2,205**
Fund Balances, July 1	43,246	27,808	76,061	138,884	73,931
Adjustments to increase/(decrease) beginning fund balances	.....	(2,200)	.....	.....	.....
Fund Balances, July 1, as restated	43,246	25,608	76,061	138,884	73,931
Residual Equity Transfers	.....	.....	.....	.....	(16,164)
Change in Reserve for Inventories	1,353	.....	.....	(1)	.....
FUND BALANCES, JUNE 30	**$ 50,648**	**$ 24,541**	**$ 72,952**	**$ 94,106**	**$ 59,972**

Departments of Management Services	Business and Professional Regulation	Agency for Workforce Innovation	State Board of Administration	Other	Total 6/30/01
$	$ 472,818	$	$	$ 89,846	$ 705,712
.....	79,282	.....	.....	31,975	170,609
255,331	31,299	7,552	16,797	123,113	655,377
869	654	193,627	.....	264,694	875,467
14,156	6,301	221	4,892	24,394	67,986
.....	3,401	.....	.....	39,425	79,104
62,881	.....	.....	.....	.....	62,881
71	194	3,715	29	2,212	7,761
.....	.....	704	.....	221	1,222
333,308	**593,949**	**205,819**	**21,718**	**575,880**	**2,626,119**
484,346	141,614	309,306	165,015	146,727	1,583,583
.....	.....	.....	.....	105,123	105,123
.....	.....	.....	.....	314,867	314,867
.....	.....	.....	.....	97,741	546,112
.....	.....	.....	.....	25,855	25,855
49,493	2,141	3,857	463	81,582	187,403
.....	.....	.....	.....	81	81
.....	.....	.....	.....	21	21
533,839	**143,755**	**313,163**	**165,478**	**771,997**	**2,763,045**
(200,531)	**450,194**	**(107,344)**	**(143,760)**	**(196,117)**	**(136,926)**
.....	.....	.....	51,295	.....	51,295
214,347	43,266	139,240	413,313	363,149	1,365,383
(33,320)	(490,441)	(20,838)	(274,228)	(167,485)	(1,277,441)
.....	2,279	7,573	.....	.....	9,895
.....	(2,277)	(1,545)	.....	(28,114)	(34,249)
181,027	**(447,173)**	**124,430**	**190,380**	**167,550**	**114,883**
(19,504)	**3,021**	**17,086**	**46,620**	**(28,567)**	**(22,043)**
190,453	107,781	.....	37,294	404,839	1,100,297
.....	(4,171)	.....	.....	.....	(6,371)
190,453	103,610	.....	37,294	404,839	1,093,926
.....	.....	4,784	.....	.....	(11,380)
.....	.....	.....	.....	(466)	886
$ 170,949	**$ 106,631**	**$ 21,870**	**$ 83,914**	**$ 375,806**	**$ 1,061,389**

PROTECTION OF RARE, THREATENED, AND ENDANGERED SPECIES

Florida's springs and related karst communities (aquatic caves, spring-fed streams, sinkholes) are critical habitat for several of Florida's state- and federally-listed species and endemic (found only in Florida) species. Some of these globally-imperiled species are found in only one spring system in the world.

Many of Florida's spring cave creatures are extremely rare. In fact, twenty-two Florida cave-dependent species are found nowhere else in the world. The endangered West Indian Manatee depends on Florida springs as life-sustaining warm-water refuges in the wintertime. Without warm water provided by springs, a large number of manatees would be at risk of dying during the winter. Currently, over 400 manatees regularly winter at Crystal River in Volusia County. This represents about fifteen percent of the total Florida manatee population.



Blue Crawfish
Photo by Joe Kenner

West Indian Manatee
Source unknown

The groundwater that feeds the springs that many of these animals depend upon is also increasingly in demand for drinking water supplies. Aquifer withdrawals for drinking water supplies can lead to reductions in spring discharge, threatening some of these essential thermal refuges. Land uses within the springs' recharge area can result in altered spring water quality, leading to a change in the type of plants growing at the springs. Manatees depend on aquatic plants for food.

Many species found in springs, including aquatic snails, are considered to be sensitive indicator species. That is, their status mirrors the health of their spring community. Healthy populations are reflective of viable communities. Declining population can be indicative of springs that are in poor health.

Source: Florida Springs Task Force Report, November 2000

Capital Projects Funds

The capital projects funds are maintained to account for financial resources to be used for the acquisition or construction of major capital facilities.

COMBINING BALANCE SHEET - ALL CAPITAL PROJECTS FUNDS
JUNE 30, 2001
(in thousands)

	Departments of				
	Agriculture	Education	Transportation	Military Affairs	Health
ASSETS					
Pooled investments with State Treasury	$ 1,630	$ 591	$ 9,591	$	$ 1,749
Receivables, net	7	.....	86	.....	.....
Due from other funds	6,233	7,967	3,700	2,728	12,866
Advances to other funds	.....	.....	23,358	.....	.....
TOTAL ASSETS	**$ 7,870**	**$ 8,558**	**$ 36,735**	**$ 2,728**	**$ 14,615**
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable and accrued liabilities	$	$ 115	$ 6,948	$	$ 267
Due to other funds	.....	.....	176	.....	.....
Obligations under security lending agreements	97	35	563	.....	103
Total Liabilities	**97**	**150**	**7,687**	.....	**370**
Fund Balances:					
Reserved	5,312	.....	21,930	.....	.....
Unreserved	2,461	8,408	7,118	2,728	14,245
Total Fund Balances	**7,773**	**8,408**	**29,048**	**2,728**	**14,245**
TOTAL LIABILITIES AND FUND BALANCES	**$ 7,870**	**$ 8,558**	**$ 36,735**	**$ 2,728**	**$ 14,615**

Departments of Corrections	Departments of Management Services	Departments of Juvenile Justice	Fish and Wildlife Conservation Commission	Other	Totals 6/30/01	Totals 6/30/00
$	$ 180	$ 6,385	$	$ 324	$ 20,450	$ 53,284
.....	.....	22	.....	.....	115	132
31,609	7,721	2,342	704	1,826	77,696	135,454
.....	.....	.....	.....	.....	23,358	27,058
$ 31,609	**$ 7,901**	**$ 8,749**	**$ 704**	**$ 2,150**	**$ 121,619**	**$ 215,928**
$ 391	$ 1,457	$ 876	$ 7	$ 209	$ 10,270	$ 14,707
.....	.....	46	.....	.....	222	212
.....	11	375	.....	19	1,203	2,073
391	**1,468**	**1,297**	**7**	**228**	**11,695**	**16,992**
.....	85	1,706	.....	55	29,088	59,108
31,218	6,348	5,746	697	1,867	80,836	139,828
31,218	**6,433**	**7,452**	**697**	**1,922**	**109,924**	**198,936**
$ 31,609	**$ 7,901**	**$ 8,749**	**$ 704**	**$ 2,150**	**$ 121,619**	**$ 215,928**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
ALL CAPITAL PROJECTS FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(in thousands)

	Departments of				
	Agriculture	Education	Transportation	Military Affairs	Health
REVENUES					
Fees and charges	$	$	$	$	$ 1,550
Grants and donations	.....	.....	.....	.....	.....
Investment earnings	105	.....	1,296	.....	.....
Other	382	.....	.....	.....	.....
TOTAL REVENUES	**487**	**.....**	**1,296**	**.....**	**1,550**
EXPENDITURES					
Capital outlay	31,195	8,288	161,977	519	12,824
Debt service:					
Principal retirement	.....	.....	.....	.....	.....
Interest and fiscal charges	.....	.....	17	.....	.....
TOTAL EXPENDITURES	**31,195**	**8,288**	**161,994**	**519**	**12,824**
EXCESS/(DEFICIENCY) OF REVENUES OVER EXPENDITURES	**(30,708)**	**(8,288)**	**(160,698)**	**(519)**	**(11,274)**
OTHER FINANCING SOURCES/(USES)					
Operating transfers in	20,058	7,967	231,000	3,103	6,015
Operating transfers out	.....	.....	(85,979)	(173)	(373)
TOTAL OTHER FINANCING SOURCES/(USES)	**20,058**	**7,967**	**145,021**	**2,930**	**5,642**
EXCESS/(DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	**(10,650)**	**(321)**	**(15,677)**	**2,411**	**(5,632)**
Fund Balances, July 1	18,423	8,729	44,725	317	19,877
FUND BALANCES, JUNE 30	**$ 7,773**	**$ 8,408**	**$ 29,048**	**$ 2,728**	**$ 14,245**

Departments of Corrections	Management Services	Juvenile Justice	Fish and Wildlife Conservation Commission	Other	Totals 6/30/01	Totals 6/30/00
$	$	$	$	$	$ 1,550	$ 195
.....	.....	332	.....	613	945	10,167
.....	4	498	.....	.....	1,903	791
.....	.....	.....	.....	.....	382	.....
.....	**4**	**830**	**.....**	**613**	**4,780**	**11,153**
13,740	14,242	34,322	11,769	4,089	292,965	313,661
1,140	.....	.....	.....	.....	1,140	1,069
5,484	.....	.....	.....	.....	5,501	6,237
20,364	**14,242**	**34,322**	**11,769**	**4,089**	**299,606**	**320,967**
(20,364)	**(14,238)**	**(33,492)**	**(11,769)**	**(3,476)**	**(294,826)**	**(309,814)**
10,171	5,140	19,544	9,401	2,299	314,698	425,657
(7,492)	(3,723)	(11,144)	.....	.....	(108,884)	(110,090)
2,679	**1,417**	**8,400**	**9,401**	**2,299**	**205,814**	**315,567**
(17,685)	**(12,821)**	**(25,092)**	**(2,368)**	**(1,177)**	**(89,012)**	**5,753**
48,903	19,254	32,544	3,065	3,099	198,936	193,183
$ 31,218	**$ 6,433**	**$ 7,452**	**$ 697**	**$ 1,922**	**$ 109,924**	**$ 198,936**

PEACOCK SPRINGS STATE PARK

Peacock Springs State Park is an outstanding natural ecosystem containing elements of statewide and national significance. Excellent examples of surface and subsurface karst limestone features, including two major springs, a major spring run, six sinkholes and numerous small sinks and depressions, can be found in the 288-acre park.

When seepage and flow of subsurface streams causes the roof of the underground caverns to dissolve and collapse, springs and sinks are formed. The thin mantle of sandy sediments covering the caverns is then eroded and carried off by the subsurface streams, forming a diverse landscape of sinks and depressions. The sinkholes and springs found here are in nearly pristine condition. The two-spring, six sinkhole complex is one of the most extensive underwater cave systems known and one of the longest underwater cave systems in the United States, with about 33,000 feet of explored caves.

Peacock Springs has upland areas containing mature forests in four different plant communities: xerotic hammock, upland hardwood, bottomland, and swamp. The hammock has sand live oaks, laurel oak, pignut hickory, and southern magnolia. The upland forest contains American holly, dogwood, Florida maple, laurel oak, and pignut hickory. The bottomland forest is dominated by oak, water hickory, and red maple, with sweetgum, loblolly pine, and cedar elm (the latter a tree with endangered status in Florida). Bald cypress is the predominant swamp tree, with pop ash, swamp privet, and button ash under the cypress canopy.

Peacock Springs
Photo by John Moran

Source: Florida Department of Environmental Protection website,
http://www.dep.state.fl.us/parks/district2/peacocksprings/index.asp

Debt Service Fund

The debt service fund is maintained to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

BALANCE SHEET - DEBT SERVICE FUND
JUNE 30, 2001
(in thousands)

	Totals	
	6/30/01	6/30/00
ASSETS		
Cash and cash equivalents	$ 80	$ 113
Investments	362,756	361,607
Receivables, net	8,109	3,108
Due from other funds	8,629	2,600
TOTAL ASSETS	**$ 379,574**	**$ 367,428**
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts payable and accrued liabilities	$ 1,280	$ 2,290
Obligations under security lending agreements	1,562	.....
Other liabilities	7,821	1,464
Total Liabilities	**10,663**	**3,754**
Fund Balance:		
Reserved	368,911	363,674
TOTAL LIABILITIES AND FUND BALANCE	**$ 379,574**	**$ 367,428**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(in thousands)

	Totals	
	6/30/01	6/30/00
REVENUES		
Fees and charges	$ 65,903	$ 63,822
Investment earnings	40,373	28,658
Other	69,818	.....
TOTAL REVENUES	**176,094**	**92,480**
EXPENDITURES		
Current:		
General government	31,952	28,858
Debt service:		
Principal retirement	587,931	453,966
Interest and fiscal charges	699,970	662,028
TOTAL EXPENDITURES	**1,319,853**	**1,144,852**
EXCESS/(DEFICIENCY) OF REVENUES OVER EXPENDITURES	**(1,143,759)**	**(1,052,372)**
OTHER FINANCING SOURCES/(USES)		
Proceeds of bond issues	5,077	32,879
Proceeds of refunding bonds	624,715	299,873
Operating transfers in	1,144,804	1,060,680
Operating transfers out	(885)	(1,027)
Payments to refunded bond agent	(624,715)	(299,873)
TOTAL OTHER FINANCING SOURCES/(USES)	**1,148,996**	**1,092,532**
EXCESS/(DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	**5,237**	**40,160**
Fund Balance, July 1	363,674	323,514
FUND BALANCE, JUNE 30	**$ 368,911**	**$ 363,674**

PONCE DE LEON SPRINGS STATE PARK

Ponce de Leon Springs
Photo by James Stevenson

Ponce de Leon Springs, sometimes considered the "fountain of youth" due to its association with the explorer Ponce de Leon, is one of the numerous springs found in this 443-acre park in Holmes and Walton counties. The main spring found in the park is actually the coming together of two flows from a limestone cavity. These two flows produce more than 14 million gallons of crystal-clear water daily. The spring run flows into Sandy Creek, which eventually flows into the Choctawhatchee River several miles to the south. The terrain mostly consists of rolling hills, floodplains, forests, and swamps.

Native Americans occupied the area as early as 8000 B.C. A 6,000-year-old dugout canoe, one of the oldest ever found in America, was discovered at the springs. In the early 1500's, Spanish forces, possibly led by Ponce de Leon, may have passed through. During the Civil War, the Park was used to power a mill to grind corn and other stores for Confederate forces. The park property was acquired in 1970 to provide outdoor recreation and opportunities for relaxation and reflection for Florida's residents and visitors. It has been used for social gatherings of all sorts since the mid-1920s.

Source: Florida Department of Environmental Protection website,
http://www.dep.state.fl.us/parks/district1/poncedeleon/index.asp

Enterprise Funds

The enterprise funds are used to account for operations that provide goods or services to the general public on a user charge basis, similar to private business enterprises.

Major enterprise funds of the State include the following:

Department of the Lottery

Administrative Trust Fund - This fund accounts for the operations of the State lottery as authorized by Section 15, Article X of the State Constitution.

Department of Transportation

Department of Transportation Turnpike, Expressway and Bridge Toll Funds - Revenues from the various toll roads, bridges and expressways fund the operations of these facilities and provide for the debt service payment requirements.

COMBINING BALANCE SHEET - ALL ENTERPRISE FUNDS
JUNE 30, 2001
(in thousands)

	Departments of			Totals	
	Lottery	Transportation	Other	6/30/01	6/30/00
ASSETS					
Cash and cash equivalents	$ 106,654	$ 10,785	$ 3,178	$ 120,617	$ 437,478
Pooled investments with State Treasury	95,635	241,326	434	337,395	396,749
Investments	3,977,092	.....	6	3,977,098	3,359,108
Receivables, net	53,799	7,793	15	61,607	47,143
Due from other funds	3	69,098	1,692	70,793	64,116
Due from component units/primary	.....	52	5	57	346
Advances to other funds	.....	500	.....	500	500
Inventories	1,178	.....	1,724	2,902	3,197
Loans and notes receivable, net	.....	.....	7	7	5
Restricted cash and cash equivalents	.....	219,376	.....	219,376	267,232
Restricted investments	.....	58,966	.....	58,966	53,595
Deferred fiscal charges and other assets	1,399	13,221	.....	14,620	15,925
Land	.....	681,665	.....	681,665	641,452
Buildings and improvements	.....	2,843,631	200	2,843,831	2,433,178
Furniture and equipment	18,717	47,480	188	66,385	56,604
Construction in progress	.....	823,984	.....	823,984	935,740
Accumulated depreciation	(16,001)	(64,188)	(148)	(80,337)	(74,150)
TOTAL ASSETS	**$ 4,238,476**	**$ 4,953,689**	**$ 7,301**	**$ 9,199,466**	**$ 8,638,218**
LIABILITIES AND FUND EQUITY					
Liabilities:					
Accounts payable and accrued liabilities	$ 1,902,646	$ 30,417	$ 408	$ 1,933,471	$ 2,040,987
Due to other funds	71,307	77,493	4,386	153,186	141,240
Due to component units/primary	79	.....	.....	79	275
Advances from other funds	.....	239,697	.....	239,697	113,231
Bonds payable	.....	1,752,379	.....	1,752,379	1,855,525
Deferred revenues	.....	555	.....	555	58
Payable from restricted assets	.....	52,800	.....	52,800	43,415
Compensated absences	3,660	.....	30	3,690	3,755
Obligations under security lending agreements	2,055,824	27,021	27	2,082,872	1,755,021
Other liabilities	15,909	.....	.....	15,909	20,510
Total Liabilities	**4,049,425**	**2,180,362**	**4,851**	**6,234,638**	**5,974,017**
Fund Equity:					
Contributed capital	.....	162,034	1	162,035	162,035
Retained Earnings:					
Reserved	.....	184,465	.....	184,465	277,412
Unreserved	189,051	2,426,828	2,449	2,618,328	2,224,754
Total Fund Equity	**189,051**	**2,773,327**	**2,450**	**2,964,828**	**2,664,201**
TOTAL LIABILITIES AND FUND EQUITY	**$ 4,238,476**	**$ 4,953,689**	**$ 7,301**	**$ 9,199,466**	**$ 8,638,218**

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
ALL ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(In thousands)

	Departments of			Totals	
	Lottery	Transportation	Other	6/30/01	6/30/00
OPERATING REVENUES					
Sales -- state	$	$	$ 454	$ 454	$ 367
Sales -- nonstate	2,284,341	409,056	38,809	2,732,206	2,674,545
Rents -- state	.....	.....	23	23	.....
Rents and royalties -- nonstate	.....	8,450	.....	8,450	8,607
TOTAL OPERATING REVENUES	**2,284,341**	**417,506**	**39,286**	**2,741,133**	**2,683,519**
OPERATING EXPENSES					
Personal services	23,916	43,893	356	68,165	70,112
Contractual services	216,997	116,078	2,506	335,581	311,974
Materials and supplies	6,849	3,829	219	10,897	9,892
Bad debt	196	.....	.....	196	207
Depreciation	1,233	9,254	64	10,551	10,356
Interest and fiscal charges	.....	804	106	910	92
Repairs and maintenance	.....	.....	28	28	2
Cost of goods sold	.....	.....	22,716	22,716	25,107
Payment of lottery winnings	1,140,548	.....	.....	1,140,548	1,107,018
TOTAL OPERATING EXPENSES	**1,389,739**	**173,858**	**25,995**	**1,589,592**	**1,534,760**
OPERATING INCOME/(LOSS)	**894,602**	**243,648**	**13,291**	**1,151,541**	**1,148,759**
NONOPERATING REVENUES/(EXPENSES)					
Grants and contributions	.....	1,669	.....	1,669	1,848
Investment earnings	331,965	33,334	22	365,321	233,511
Interest and fiscal charges	(108,317)	(70,780)	.....	(179,097)	(142,722)
Amortization	(135,437)	(1,305)	.....	(136,742)	(142,527)
Property disposition gain/(loss)	(199)	(131)	(477)	(807)	1,095
Escrow distribution	.....	(3,762)	.....	(3,762)	(10,994)
Grant expense and client benefits	.....	.....	.....	.....	(1,015)
Other	135	198	.....	333	261
TOTAL NONOPERATING REVENUES/(EXPENSES)	**88,147**	**(40,777)**	**(455)**	**46,915**	**(60,543)**
INCOME/(LOSS) BEFORE OPERATING TRANSFERS	**982,749**	**202,871**	**12,836**	**1,198,456**	**1,088,216**
Operating transfers in	109	130,855	.....	130,964	79,751
Operating transfers out	(908,226)	(72,412)	(13,962)	(994,600)	(943,810)
INCOME/(LOSS) BEFORE EXTRAORDINARY ITEM	**74,632**	**261,314**	**(1,126)**	**334,820**	**224,157**
Extraordinary gain/(loss) -- debt extinguishment	.....	(28,094)	.....	(28,094)	.....
NET INCOME/(LOSS)	**74,632**	**233,220**	**(1,126)**	**306,726**	**224,157**
Retained Earnings, July 1	114,419	2,381,660	6,087	2,502,166	2,279,059
Adjustments to increase/(decrease) beginning retained earnings	.....	(3,587)	.....	(3,587)	.....
Retained Earnings, July 1, as restated	114,419	2,378,073	6,087	2,498,579	2,279,059
Residual Equity Transfers	.....	.....	(2,512)	(2,512)	(1,050)
RETAINED EARNINGS, JUNE 30	**$ 189,051**	**$ 2,611,293**	**$ 2,449**	**$ 2,802,793**	**$ 2,502,166**

COMBINING STATEMENT OF CASH FLOWS
ALL ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(in thousands)

	Departments of			Total	
	Lottery	Transportation	Other	6/30/01	6/30/00
CASH FLOWS FROM OPERATING ACTIVITIES:					
Cash from customers and users	$ 2,271,734	$ 418,596	$ 38,045	$2,728,375	$ 2,666,660
Cash paid to suppliers and vendors	(231,379)	(106,090)	(22,788)	(360,257)	(325,678)
Cash paid to employees	(23,981)	(42,256)	(552)	(66,789)	(70,089)
Cash paid for lottery prizes	(1,139,654)	.....	.....	(1,139,654)	(1,098,278)
Cash paid for client benefits	.....	.....	.....	.....	(2,227)
NET CASH PROVIDED/(USED) BY OPERATING ACTIVITIES	**876,720**	**270,250**	**14,705**	**1,161,675**	**1,170,388**
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:					
Transfers in from other funds	.....	405,613	.....	405,613	235,465
Advances from other funds	.....	65,640	.....	65,640	8,516
Transfers out to other funds	(929,123)	(445,383)	(16,265)	(1,390,771)	(1,140,829)
Advances to other funds	.....	(60,114)	.....	(60,114)	(7,645)
Donations	.....	.....	.....	.....	790
NET CASH PROVIDED/(USED) BY NONCAPITAL FINANCING ACTIVITIES	**(929,123)**	**(34,244)**	**(16,265)**	**(979,632)**	**(903,703)**
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Proceeds from sale of fixed assets	306	113	.....	419	2,516
Proceeds from sale of bonds	.....	101,025	.....	101,025	113,382
Payment of bonds and loans	.....	(229,271)	.....	(229,271)	(38,830)
Principal on installment purchases/leases	.....	(865)	.....	(865)	(337)
Payment of interest	.....	(101,197)	.....	(101,197)	(106,769)
Purchase or construction of fixed assets	(1,226)	(137,523)	.....	(138,749)	(279,072)
NET CASH PROVIDED/(USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	**(920)**	**(367,718)**	.....	**(368,638)**	**(309,110)**
CASH FLOWS FROM INVESTING ACTIVITIES:					
Collateral security	5,610	27,022	27	32,659	(9,638)
Sale or maturity of investments	(82,556)	170,824	.....	88,268	792,070
Investment earnings	13,393	43,909	(10)	57,292	50,415
Purchase of investments	(236,789)	(178,906)	.....	(415,695)	(366,052)
NET CASH PROVIDED/(USED) BY INVESTING ACTIVITIES	**(300,342)**	**62,849**	**17**	**(237,476)**	**466,795**
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	**(353,665)**	**(68,863)**	**(1,543)**	**(424,071)**	**424,370**
Cash and cash equivalents, July 1	555,954	540,350	5,155	1,101,459	677,089
CASH AND CASH EQUIVALENTS, JUNE 30	**$ 202,289**	**$ 471,487**	**$ 3,612**	**$ 677,388**	**$ 1,101,459**

COMBINING STATEMENT OF CASH FLOWS
ALL ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(in thousands)

RECONCILIATION OF OPERATING INCOME TO
NET CASH PROVIDED BY OPERATING ACTIVITIES

	Departments of			Totals	
	Lottery	Transportation	Other	6/30/01	6/30/00
OPERATING INCOME/(LOSS)	$ 894,602	$ 243,648	$ 13,291	$ 1,151,541	$ 1,148,759
Adjustment to reconcile operating income to net cash provided/(used) by operating activities:					
Depreciation and amortization expense	1,233	9,254	64	10,551	10,356
(Increase)/decrease in accounts receivable	(12,350)	(1,433)	7	(13,776)	(15,946)
(Increase)/decrease in due from other funds	(3)	.....	(1,259)	(1,262)	18,143
Increase/(decrease) in allowance for uncollectibles	.....	(380)	.....	(380)	25
(Increase)/decrease in inventories	91	.....	204	295	(5)
Increase/(decrease) in accounts payable	(6,768)	19,161	(278)	12,115	10,542
Increase/(decrease) in compensated absences	(85)	.....	(1)	(86)	(618)
Increase/(decrease) in due to other funds	.....	.....	2,677	2,677	11
Cash used for client benefits	.....	.....	.....	.....	(879)
NET CASH PROVIDED/(USED) BY OPERATING ACTIVITIES	**$ 876,720**	**$ 270,250**	**$ 14,705**	**$ 1,161,675**	**$ 1,170,388**

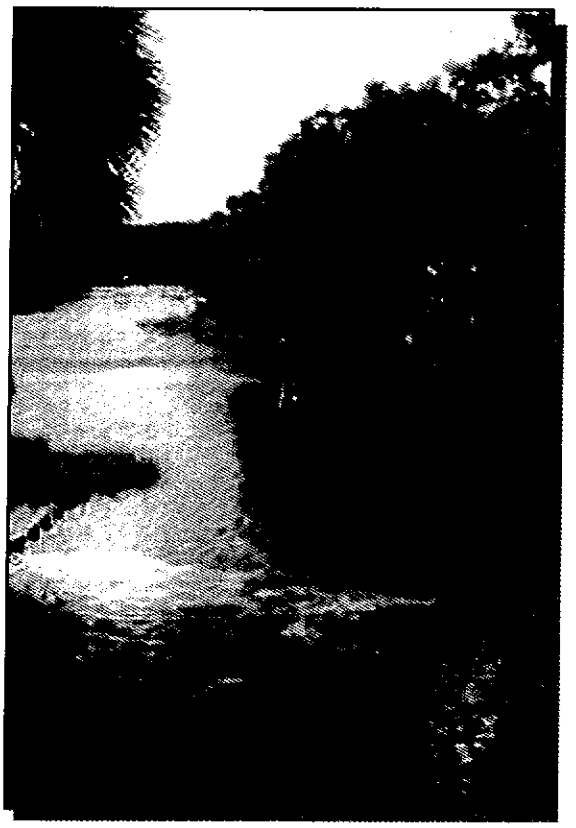
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES

Capital appreciation	$	$	$	$	$ .....
Distributions/transfers in of fixed assets	$	$	$	$	$ 52,054

RAINBOW SPRINGS STATE PARK

The Rainbow Springs State Park, Florida's third largest spring, has encompassed the headwaters of the Rainbow River. The spring has several vents that issue an average of 500 million gallons of pure crystalline water every day. The headspring area covers hundreds of feet wide and 15 feet deep. It is common to find underwater areas of the spring with visibility exceeding 200 feet. The river supports a wide variety of fish, wildlife, and plants. In total, the park contains 11 distinct natural communities, including sand hill, flatwoods, upland mixed forest, and hydric hammock.

Once named Wekiwa Creek, Blue Spring, and Blue Run, the pristine waters of the Rainbow River have attracted and sustained human inhabitants for over 10,000 years. The springs became popular in the late 1880s when hard rock phosphate was discovered in the area. In the 1930s, the spring was developed as a tourist attraction. The entire Rainbow River was designated as a Registered Natural Landmark in 1972, an Aquatic Preserve in 1986, and an "Outstanding Florida Waterway" in 1987. The State purchased the original area that was the Rainbow Springs Attraction in 1990. The park offers complete camping, RV facilities, and canoe rentals on the river's edge.



Rainbow River

Source: Florida Department of Environmental Protection website, http//www.dep.state.fl.us/parks/district2/rainbowsprings/index.asp

Internal Service Funds

The internal service funds are used to account for the financing of goods or services by one department to other departments of government on a cost-reimbursements basis.

Major internal service funds of the State include the following:

Department of Children and Families

Working Capital Trust Fund - This fund accounts for the department's data center.

Department of Management Services

Communications Working Capital Trust Fund - The purpose of this fund is for managing and operating the Suncom Network – the state voice, data and video communication system.

State Employees Health Insurance Trust Fund - This fund accounts for both employee and employer contributions to the various health plans available to State employees.

COMBINING BALANCE SHEET - ALL INTERNAL SERVICE FUNDS
JUNE 30, 2001
(in thousands)

	Departments of				
	Environmental Protection	State	Education	Labor and Employment Security	Children and Families
ASSETS					
Cash and cash equivalents	$	$	$	$	$ .....
Pooled investments with State Treasury	348	433	2,023	1,541	7,410
Investments	.....	.....	.....	.....	.....
Receivables, net	5	18	7	203	.....
Due from other funds	1	55	.....	265	21,673
Due from component units/primary	.....	.....	.....	.....	.....
Inventories	.....	19	23	.....	.....
Deferred fiscal charges and other assets	.....	.....	.....	.....	.....
Buildings and improvements	.....	.....	.....	.....	182
Furniture and equipment	5,735	699	1,040	8,203	92,171
Construction in progress	.....	.....	.....	.....	.....
Accumulated depreciation	(1,621)	(621)	(595)	(6,257)	(65,747)
TOTAL ASSETS	**$ 4,468**	**$ 603**	**$ 2,498**	**$ 3,955**	**$ 55,689**
LIABILITIES AND FUND EQUITY					
Liabilities:					
Accounts payable and accrued liabilities	$ 202	$ 2	$ 16	$ 248	$ 13,193
Due to other funds	94	35	.....	1,125	262
Due to component units/primary	.....	.....	.....	.....	.....
Advances from other funds	.....	.....	.....	.....	.....
Bonds payable	.....	.....	.....	.....	.....
Certificates of participation payable	.....	.....	.....	.....	.....
Notes and leases payable	.....	.....	.....	.....	.....
Deferred revenues	.....	.....	.....	.....	.....
Compensated absences	365	72	345	815	3,042
Obligations under security lending agreements	20	25	119	90	435
Total Liabilities	**681**	**134**	**480**	**2,278**	**16,932**
Fund Equity:					
Contributed capital	1,065	.....	162	.....	.....
Retained Earnings:					
Reserved	.....	.....	.....	.....	174
Unreserved	2,722	469	1,856	1,677	38,583
Total Fund Equity	**3,787**	**469**	**2,018**	**1,677**	**38,757**
TOTAL LIABILITIES AND FUND EQUITY	**$ 4,468**	**$ 603**	**$ 2,498**	**$ 3,955**	**$ 55,689**

Departments of			Totals	
Management Services	Revenue	Highway Safety and Motor Vehicles	6/30/01	6/30/00
$ 12,584	$	$ 64	$ 12,648	$ 12,773
184,885	1,194	3,510	201,344	241,287
39,909	.....	.....	39,909	42,252
10,755	.....	32	11,020	11,339
19,304	.....	.....	41,298	29,964
755	.....	.....	755	30
190	.....	.....	232	416
.....	.....	923	923	501
758,178	.....	224	758,584	731,049
25,686	4,676	39,712	177,922	214,834
20,491	.....	.....	20,491	12,450
(180,776)	(2,601)	(18,649)	(276,867)	(300,048)
$ 891,961	**$ 3,269**	**$ 25,816**	**$ 988,259**	**$ 996,847**
$ 77,276	$ 352	$ 473	$ 91,762	$ 85,594
4,653	22	261	6,452	3,833
.....	.....	.....	.....	12
2,003	.....	.....	2,003	2,003
393,131	.....	.....	393,131	402,636
43,675	.....	.....	43,675	45,315
85,555	.....	14,547	100,102	94,995
43,634	.....	.....	43,634	49,139
5,067	129	1,105	10,940	10,800
10,845	70	206	11,810	9,403
665,839	**573**	**16,592**	**703,509**	**703,730**
.....	.....	257	1,484	1,744
.....	.....	.....	174	.....
226,122	2,696	8,967	283,092	291,373
226,122	**2,696**	**9,224**	**284,750**	**293,117**
$ 891,961	**$ 3,269**	**$ 25,816**	**$ 988,259**	**$ 996,847**

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
ALL INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(in thousands)

	Departments of				
	Environmental Protection	State	Education	Labor and Employment Security	Children and Families
OPERATING REVENUES					
Sales -- state	$ 8,238	$ 1,255	$ 4,243	$ 16,072	$ 118,114
Sales -- nonstate	2	300	.....	1	.....
Rents -- state	.....	.....	.....	717	.....
Rents and royalties -- nonstate	.....	.....	.....	.....	.....
Other	.....	.....	.....	.....	.....
TOTAL OPERATING REVENUES	**8,240**	**1,555**	**4,243**	**16,790**	**118,114**
OPERATING EXPENSES					
Personal services	3,423	1,009	3,316	8,603	24,281
Contractual services	3,166	21	.....	7,142	72,191
Materials and supplies	930	296	1,952	485	7,015
Bad debt	.....	.....	.....	.....	.....
Depreciation	.....	38	285	1,040	11,511
Insurance claims	.....	.....	.....	.....	.....
Repairs and maintenance	1,164	68	.....	.....	407
TOTAL OPERATING EXPENSES	**8,683**	**1,432**	**5,553**	**17,270**	**115,405**
OPERATING INCOME/(LOSS)	**(443)**	**123**	**(1,310)**	**(480)**	**2,709**
NONOPERATING REVENUES/(EXPENSES)					
Grants and contributions	35	.....	.....	416	.....
Investment earnings	51	11	140	.....	.....
Interest and fiscal charges	.....	.....	.....	.....	(4)
Amortization	.....	.....	.....	.....	.....
Property disposition gain/(loss)	100	.....	(55)	(689)	(3,753)
Other	1	.....	.....	.....	(8)
TOTAL NONOPERATING REVENUES/(EXPENSES)	**187**	**11**	**85**	**(273)**	**(3,765)**
INCOME/(LOSS) BEFORE OPERATING TRANSFERS	**(256)**	**134**	**(1,225)**	**(753)**	**(1,056)**
Operating transfers in	.....	.....	.....	.....	1,000
Operating transfers out	(16)	(118)	(39)	(454)	(2,961)
Transfers in from component units/primary	.....	.....	.....	.....	.....
NET INCOME/(LOSS)	**(272)**	**16**	**(1,264)**	**(1,207)**	**(3,017)**
Retained Earnings, July 1	2,994	453	3,120	2,884	41,774
Residual Equity Transfers	.....	.....	.....	.....	.....
RETAINED EARNINGS, JUNE 30	**$ 2,722**	**$ 469**	**$ 1,856**	**$ 1,677**	**$ 38,757**

Departments of			Totals	
Management Services	Revenue	Highway Safety and Motor Vehicles	6/30/01	6/30/00
$ 853,928	$ 2,456	$ 34,359	$ 1,038,665	$ 993,681
45,290	.....	.....	45,593	41,455
82,575	.....	.....	83,292	80,238
9	.....	.....	9	30
4,686	.....	.....	4,686	5,450
986,488	**2,456**	**34,359**	**1,172,245**	**1,120,854**
38,418	1,078	9,578	89,706	84,715
443,687	1,950	10,974	539,131	510,173
2,642	947	1,287	15,554	16,047
1,761	.....	.....	1,761	1,761
16,126	1,259	4,837	35,096	34,483
472,909	.....	.....	472,909	395,710
13,459	5	3,579	18,682	22,993
989,002	**5,239**	**30,255**	**1,172,839**	**1,065,882**
(2,514)	**(2,783)**	**4,104**	**(594)**	**54,972**
.....	.....	.....	451	201
17,712	.....	.....	17,914	12,084
(26,613)	.....	(331)	(26,948)	(26,639)
(475)	.....	.....	(475)	(528)
(1,135)	(432)	(1,950)	(7,914)	(3,749)
.....	.....	.....	(7)	375
(10,511)	**(432)**	**(2,281)**	**(16,979)**	**(18,256)**
(13,025)	**(3,215)**	**1,823**	**(17,573)**	**36,716**
42,301	.....	.....	43,301	32,251
(30,121)	(43)	(83)	(33,835)	(19,210)
.....	.....	.....	.....	.....
(845)	**(3,258)**	**1,740**	**(8,107)**	**49,757**
226,967	5,954	7,227	291,373	243,696
.....	.....	.....	.....	(2,080)
$ 226,122	**$ 2,696**	**$ 8,967**	**$ 283,266**	**$ 291,373**

COMBINING STATEMENT OF CASH FLOWS
ALL INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(in thousands)

	Departments of				
	Environmental Protection	State	Education	Labor and Employment Security	Children and Families
CASH FLOWS FROM OPERATING ACTIVITIES:					
Cash from customers and users	$ 9,111	$ 1,581	$ 4,243	$ 15,270	$ 106,653
Cash paid to suppliers and vendors	(5,275)	(403)	(1,971)	(6,814)	(78,075)
Cash paid to employees	(3,358)	(998)	(3,189)	(8,495)	(21,019)
Cash paid for insurance claims	.....	.....	.....	.....	.....
NET CASH PROVIDED/(USED) BY OPERATING ACTIVITIES	**478**	**180**	**(917)**	**(39)**	**7,559**
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:					
Transfers in from other funds	.....	.....	93	.....	10,104
Transfers out to other funds	(23)	(126)	(88)	(531)	(12,338)
Donations	.....	.....	.....	.....	.....
NET CASH PROVIDED/(USED) BY NONCAPITAL FINANCING ACTIVITIES	**(23)**	**(126)**	**5**	**(531)**	**(2,234)**
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Proceeds from sale of bonds	.....	.....	.....	.....	.....
Payment of bonds and loans	.....	.....	.....	.....	.....
Principal on installment purchases/leases	.....	.....	.....	.....	.....
Payment of interest	.....	.....	.....	.....	.....
Purchase or construction of fixed assets	(822)	(18)	.....	(265)	(10,804)
NET CASH PROVIDED/(USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	**(822)**	**(18)**	.....	**(265)**	**(10,804)**
CASH FLOWS FROM INVESTING ACTIVITIES:					
Collateral security	18	25	119	90	435
Investment earnings	50	10	123	.....	.....
Purchase of investments	.....	.....	.....	.....	.....
NET CASH PROVIDED/(USED) BY INVESTING ACTIVITIES	**68**	**35**	**242**	**90**	**435**
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	**(299)**	**71**	**(670)**	**(745)**	**(5,044)**
Cash and cash equivalents, July 1	647	362	2,693	2,286	12,454
CASH AND CASH EQUIVALENTS, JUNE 30	**$ 348**	**$ 433**	**$ 2,023**	**$ 1,541**	**$ 7,410**

Departments of Management Services	Revenue	Highway Safety and Motor Vehicles	Totals 6/30/01	6/30/00
$ 996,887	$ 2,456	$ 34,355	$ 1,170,556	$ 1,096,143
(459,651)	(2,920)	(17,451)	(572,560)	(564,783)
(36,613)	(1,078)	(8,577)	(83,327)	(81,457)
(483,731)	.....	.....	(483,731)	(395,710)
16,892	**(1,542)**	**8,327**	**30,938**	**54,193**
96,038	.....	.....	106,235	27,828
(101,756)	(192)	(68)	(115,122)	(22,306)
.....	.....	.....	.....	11
(5,718)	**(192)**	**(68)**	**(8,887)**	**5,533**
.....	.....	.....	.....	44,128
(17,999)	.....	.....	(17,999)	(5,440)
.....	.....	(2,966)	(2,966)	(2,810)
(15,607)	.....	(346)	(15,953)	(19,647)
(36,098)	(1,003)	(3,333)	(52,343)	(52,241)
(69,704)	**(1,003)**	**(6,645)**	**(89,261)**	**(36,010)**
10,845	70	205	11,807	(1,847)
15,152	.....	.....	15,335	.....
.....	.....	.....	.....	9,753
25,997	**70**	**205**	**27,142**	**7,906**
(32,533)	**(2,667)**	**1,819**	**(40,068)**	**31,622**
230,002	3,861	1,755	254,060	222,438
$ 197,469	**$ 1,194**	**$ 3,574**	**$ 213,992**	**$ 254,060**

COMBINING STATEMENT OF CASH FLOWS
ALL INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(in thousands)

RECONCILIATION OF OPERATING INCOME TO
NET CASH PROVIDED BY OPERATING ACTIVITIES

	Departments of				
	Environmental Protection	State	Education	Labor and Employment Security	Children and Families
OPERATING INCOME/(LOSS)	$ (443)	$ 123	$ (1,310)	$ (480)	$ 2,709
Adjustment to reconcile operating income to net cash provided/(used) by operating activities:					
Depreciation and amortization expense	.....	38	285	1,040	10,395
(Increase)/decrease in accounts receivable	13	7	.....	(203)	.....
(Increase)/decrease in due from other funds	802	13	(16)	(92)	(3,892)
Increase/(decrease) in allowance for uncollectibles	.....	.....	.....	114	.....
(Increase)/decrease in inventories	.....	(2)	(3)	.....	.....
Increase/(decrease) in accounts payable	52	(8)	(11)	(188)	(1,297)
Increase/(decrease) in compensated absences	36	9	138	(46)	182
Increase/(decrease) in due to other funds	18	.....	.....	(184)	(538)
Increase/(decrease) in deferred revenues	.....	.....	.....	.....	.....
NET CASH PROVIDED/(USED) BY OPERATING ACTIVITIES	**$ 478**	**$ 180**	**$ (917)**	**$ (39)**	**$ 7,559**

NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES

Borrowing under capital lease or installment purchase	$	$	$	$	$ .....
Distributions/transfers in of fixed assets	$	$	$	$	$ .....

Departments of			Totals	
Management Services	Revenue	Highway Safety and Motor Vehicles	6/30/01	6/30/00
$ (2,514)	$ (2,783)	$ 4,104	$ (594)	$ 54,972
16,126	1,259	4,837	33,980	34,483
3,180	.....	(449)	2,548	(851)
(8,658)	.....	.....	(11,843)	(640)
.....	.....	.....	114	.....
42	.....	.....	37	(28)
10,760	.....	38	9,346	3,500
(131)	.....	(62)	126	473
3,591	(18)	(141)	2,728	(1,895)
(5,504)	.....	.....	(5,504)	(35,821)
$ 16,892	**$ (1,542)**	**$ 8,327**	**$ 30,938**	**$ 54,193**
$	$	$	$	$ .....
$	$	$	$	$ 55,164

HOMOSASSA SPRINGS WILDLIFE STATE PARK

Homosassa Springs Wildlife State Park, a showcase for Florida wildlife, offers visitors a rare opportunity to observe these native animals, birds, and plants in their natural setting. The park serves as a rehabilitation center and refuge for endangered West Indian Manatees that have been orphaned or injured in the wild and also for manatees that have been born in captivity. The natural spring environment allows them an opportunity to re-acclimate themselves to a more natural environment before they are returned to the wild. The most interesting natural attraction of the Homosassa Springs Wildlife State Park is the floating observatory, where you can go below the water's surface to view the thousands of fresh and saltwater fish and the manatees. The observatory floats in 55 feet of water and weighs 168 tons. Homosassa Springs is popular for manatees with water temperatures at 74 degrees in the winter. It is the only place where the general public can view wild manatees year-round from an underwater perspective.

Homoasassa Springs
Photo by James A. Stevenson

Source: Florida Department of Environmental Protection website,
http://www.dep.state.fl.us/parks/district2/homosassasprings/index.asp

Trust and Agency Funds

The trust and agency funds account for the assets held by the government unit in a trustee capacity and/or as an agent for individuals, private organizations, other government units, and/or other funds. These funds include expendable trust funds, nonexpendable trust fund, pension trust fund, agency funds, and investment trust funds.

Major trust and agency funds of the State include the following:

EXPENDABLE TRUST FUNDS

State Board of Administration

Florida Hurricane Catastrophe Fund - This fund provides reimbursement to qualified insurers for a portion of their catastrophic hurricane losses.

Florida Prepaid College Trust Fund - This fund provides for the prepayment of postsecondary education expenses for the residents of the State.

Department of Insurance

Deferred Compensation Trust Fund - This fund accounts for the State's employees' deferred compensation investments and corresponding liabilities.

Agency for Workforce Innovation

Unemployment Compensation Benefit Trust Fund - This fund accounts for the collection of unemployment compensation contributions and the benefit payments.

Department of Education

Student Loan Guaranty Reserve Trust Fund - This fund is created to administer federal funding related to the Federal Family Education Loan Program.

NONEXPENDABLE TRUST FUNDS

State Board of Administration

Chiles Endowment Fund - This fund accounts for the investment of settlement monies received from the tobacco industry and provides a source for the State's health and welfare programs.

PENSION TRUST FUND

Division of Retirement

Florida Retirement System Trust Fund - See Note 7 for a complete description of this fund.

AGENCY FUNDS

State Board of Administration

Debt Service Escrow Trust Fund - This fund accounts for the State Board of Administration's activities as an escrow agent related to the administration of defeased debt for the State and its actions as a trustee for the related bondholders.

Pooled Agency Fund - This fund accounts for assets held by the State Board of Administration that belong to the State of Florida component units in the Local Government Surplus Funds Pool Trust Fund.

Department of Revenue

Child Support Clearing Trust Fund - This fund receives and distributes child support collections.

INVESTMENT TRUST FUNDS

State Board of Administration

Local Government Surplus Funds Trust Fund - These funds allow local governments to maximize their interest earnings on the surplus funds on both a pooled and non-pooled basis.

COMBINING BALANCE SHEET - ALL TRUST AND AGENCY FUNDS
JUNE 30, 2001
(in thousands)

	Trust			
	Expendable	Nonexpendable	Pension	Investment
ASSETS				
Cash and cash equivalents	$ 62,345	$ 82	$ 751,359	$ 87,864
Pooled investments with State Treasury	2,272,903	.....	3,077	.....
Investments	9,244,962	1,604,378	105,867,903	18,864,742
Receivables, net	142,648	16,995	2,326,093	15,816
Due from other funds	5,276	.....	64,763	2,894
Inventories	1	.....	.....	.....
Loans and notes receivable, net	685,406	.....	.....	.....
Deferred fiscal charges and other assets	.....	.....	.....	.....
Land	220	.....	.....	.....
Buildings and improvements	560	.....	.....	.....
Furniture and equipment	1,999	.....	6,270	.....
Accumulated depreciation	.....	.....	(3,254)	.....
TOTAL ASSETS	**$ 12,416,320**	**$ 1,621,455**	**$ 109,016,211**	**$ 18,971,316**
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable and accrued liabilities	$ 176,574	$ 43,696	$ 3,428,051	$ 36,355
Due to other funds	16,170	.....	188	.....
Due to component units/primary	11,171	.....	.....	.....
Advances from other funds	.....	.....	.....	.....
Deferred revenues	2,156	.....	.....	.....
Compensated absences	128	.....	1,218	.....
Obligations under security lending agreements	1,422,789	320,658	8,285,560	4,303,125
Other liabilities	4,422,994	.....	.....	.....
Total Liabilities	**6,051,982**	**364,354**	**11,715,017**	**4,339,480**
Fund Balances:				
Reserved	39,260	1,257,101	97,301,194	14,631,836
Unreserved	6,325,078	.....	.....	.....
Total Fund Balances	**6,364,338**	**1,257,101**	**97,301,194**	**14,631,836**
TOTAL LIABILITIES AND FUND BALANCES	**$ 12,416,320**	**$ 1,621,455**	**$ 109,016,211**	**$ 18,971,316**

Agency	Totals 6/30/01	6/30/00
$ 70,540	$ 972,190	$ 269,888
2,343,789	4,619,769	4,187,705
5,071,226	140,653,211	142,477,936
301,946	2,803,498	2,236,636
140,962	213,895	165,510
.....	1	2
3,821	689,227	620,284
98,185	98,185	77,387
.....	220	10,528
.....	560	593
4	8,273	7,332
.....	(3,254)	(2,326)
$ 8,030,473	**$ 150,055,775**	**$ 150,051,475**
$ 1,256,200	$ 4,940,876	$ 3,732,930
610,914	627,272	482,476
1,602,944	1,614,115	1,156,269
1,801	1,801	1,901
.....	2,156	1,118
.....	1,346	1,332
859,380	15,191,512	14,008,840
3,699,234	8,122,228	7,468,808
8,030,473	**30,501,306**	**26,853,674**
.....	113,229,391	117,263,104
.....	6,325,078	5,934,697
.....	**119,554,469**	**123,197,801**
$ 8,030,473	**$ 150,055,775**	**$ 150,051,475**

COMBINING BALANCE SHEET - ALL EXPENDABLE TRUST FUNDS
JUNE 30, 2001
(in thousands)

	Departments of				
	Banking and Finance	Insurance	Education	Labor and Employment Security	Corrections
ASSETS					
Cash and cash equivalents	$	$ 35,583	$ 358	$	$ .....
Pooled investments with State Treasury	6,007	155	107,919	45,651	11,402
Investments	.....	1,292,702	8,485	.....	.....
Receivables, net	9	2	21,681	242	2,404
Due from other funds	.....	.....	100	4	2,610
Inventories	.....	.....	1	.....	.....
Loans and notes receivable, net	.....	.....	.....	.....	.....
Deferred fiscal charges and other assets	.....	.....	.....	.....	.....
Land	.....	.....	220	.....	.....
Buildings and improvements	.....	.....	.....	.....	560
Furniture and equipment	.....	.....	.....	.....	1,908
TOTAL ASSETS	**$ 6,016**	**$ 1,328,442**	**$ 138,764**	**$ 45,897**	**$ 18,884**
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable and accrued liabilities	$ 215	$	$ 9,373	$ 59,873	$ 2,117
Due to other funds	10	.....	2,355	4,037	575
Due to component units/primary	.....	.....	.....	.....	.....
Deferred revenues	.....	.....	.....	.....	.....
Compensated absences	.....	.....	.....	.....	.....
Obligations under security lending agreements	352	11	.....	2,680	667
Other liabilities	.....	.....	.....	1,425,211	.....
Total Liabilities	**577**	**11**	**11,728**	**1,491,801**	**3,359**
Fund Balance:					
Reserved	.....	.....	39,238	.....	.....
Unreserved	5,439	1,328,431	87,798	(1,445,904)	15,525
Total Fund Balances	**5,439**	**1,328,431**	**127,036**	**(1,445,904)**	**15,525**
TOTAL LIABILITIES AND FUND BALANCES	**$ 6,016**	**$ 1,328,442**	**$ 138,764**	**$ 45,897**	**$ 18,884**

Agency for Workforce Innovation	State Board of Administration	Other	Totals 6/30/01	6/30/00
$ 166	$ 26,238	$	$ 62,345	$ 35,384
2,100,569	.....	1,200	2,272,903	2,351,680
.....	7,943,775	.....	9,244,962	7,725,061
80,883	37,422	5	142,648	127,452
1,972	590	.....	5,276	3,296
.....	.....	.....	1	2
.....	685,406	.....	685,406	620,104
.....	.....	.....	.....	1
.....	.....	.....	220	220
.....	.....	.....	560	593
.....	91	.....	1,999	1,037
$ 2,183,590	**$ 8,693,522**	**$ 1,205**	**$ 12,416,320**	**$ 10,864,830**
$ 42,980	$ 60,980	$ 1,036	$ 176,574	$ 98,532
8,754	438	1	16,170	25,298
.....	11,171	.....	11,171	9,012
2,156	.....	.....	2,156	1,118
.....	128	.....	128	.....
2	1,419,006	71	1,422,789	795,688
.....	2,997,783	.....	4,422,994	4,049,775
53,892	**4,489,506**	**1,108**	**6,051,982**	**4,979,423**
.....	22	.....	39,260	31,876
2,129,698	4,203,994	97	6,325,078	5,853,531
2,129,698	**4,204,016**	**97**	**6,364,338**	**5,885,407**
$ 2,183,590	**$ 8,693,522**	**$ 1,205**	**$ 12,416,320**	**$ 10,864,830**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
ALL EXPENDABLE TRUST FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(in thousands)

	Departments of				
	Banking and Finance	Insurance	Education	Labor and Employment Security	Corrections
REVENUES					
Taxes	$	$	$	$ 220,309	$ .....
Fees and charges	19	.....	1,256	.....	17,512
Grants and donations	.....	.....	96,310	5,038	.....
Investment earnings	.....	(134,483)	7,110	.....	1,336
Fines, forfeits, settlements and judgments	153,516	.....	.....	.....	15
Flexible benefits contributions	.....	120,310	.....	.....	.....
Refunds	76	.....	430	.....	73
Other	.....	.....	116	.....	.....
TOTAL REVENUES	**153,611**	**(14,173)**	**105,222**	**225,347**	**18,936**
EXPENDITURES					
Current:					
General government	66,400	91,408	.....	329,705	.....
Education	.....	.....	98,778	.....	.....
Human services	.....	.....	.....	.....	.....
Criminal justice and corrections	.....	.....	.....	.....	34,178
Transportation	.....	.....	.....	.....	.....
Capital outlay	270	.....	.....	12	86
TOTAL EXPENDITURES	**66,670**	**91,408**	**98,778**	**329,717**	**34,264**
EXCESS/(DEFICIENCY) OF REVENUES OVER EXPENDITURES	**86,941**	**(105,581)**	**6,444**	**(104,370)**	**(15,328)**
OTHER FINANCING SOURCES/(USES)					
Operating transfers in	14,144	.....	253	7,628	13,841
Operating transfers out	(100,479)	.....	(5,954)	(13,675)	(2,820)
Transfers out to component units/primary	.....	.....	.....	.....	.....
TOTAL OTHER FINANCING SOURCES/(USES)	**(86,335)**	.....	**(5,701)**	**(6,047)**	**11,021**
EXCESS/(DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	**606**	**(105,581)**	**743**	**(110,417)**	**(4,307)**
Fund Balances, July 1	4,833	1,434,012	126,294	697,233	19,832
Adjustments to increase/(decrease) beginning fund balances	.....	.....	.....	.....	.....
Fund Balances, July 1, as restated	4,833	1,434,012	126,294	697,233	19,832
Residual Equity Transfers	.....	.....	.....	(2,032,720)	.....
Change in Reserve for Inventories	.....	.....	(1)	.....	.....
FUND BALANCES, JUNE 30	**$ 5,439**	**$1,328,431**	**$ 127,036**	**$ (1,445,904)**	**$ 15,525**

Agency for Workforce Innovation	State Board of Administration	Other	Totals 6/30/01	Totals 6/30/00
$ 452,649	$	$	$ 672,958	$ 640,769
584	760,709	.....	780,080	724,793
25,412	.....	118	126,878	112,715
147,671	499,799	96	521,529	658,023
.....	.....	.....	153,531	125,261
.....	.....	.....	120,310	122,761
37,810	.....	.....	38,389	11,246
.....	8,360	.....	8,476	13,225
664,126	**1,268,868**	**214**	**2,422,151**	**2,408,793**
558,611	646,099	.....	1,692,223	1,321,592
.....	.....	.....	98,778	82,830
.....	.....	192	192	46
.....	.....	.....	34,178	29,215
.....	.....	73	73	47
.....	18	18	404	246
558,611	**646,117**	**283**	**1,825,848**	**1,433,976**
105,515	**622,751**	**(69)**	**596,303**	**974,817**
5,958	606	.....	42,430	49,427
(14,495)	(12,884)	(61)	(150,368)	(109,769)
.....	(8,850)	(583)	(9,433)	(13,742)
(8,537)	**(21,128)**	**(644)**	**(117,371)**	**(74,084)**
96,978	**601,623**	**(713)**	**478,932**	**900,733**
.....	3,602,393	810	5,885,407	4,832,880
.....	.....	.....	.....	151,794
.....	3,602,393	810	5,885,407	4,984,674
2,032,720	.....	.....	.....	.....
.....	.....	.....	(1)	.....
$ 2,129,698	**$4,204,016**	**$ 97**	**$ 6,364,338**	**$ 5,885,407**

COMBINING BALANCE SHEET - ALL NONEXPENDABLE TRUST FUNDS
JUNE 30, 2001
(in thousands)

	State Board of Administration	Department of State	Totals 6/30/01	Totals 6/30/00
ASSETS				
Cash and cash equivalents	$ 82	$	$ 82	$ 85
Pooled investments with State Treasury	.....	.....	.....	1,827
Investments	1,604,378	.....	1,604,378	1,388,332
Receivables, net	16,995	.....	16,995	14,517
Deferred fiscal charges and other assets	.....	.....	.....	13
TOTAL ASSETS	**$ 1,621,455**	**$ .....**	**$ 1,621,455**	**$ 1,404,774**
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable and accrued liabilities	$ 43,696	$	$ 43,696	$ 22,293
Due to other funds	.....	.....	.....	556
Obligations under security lending agreements	320,658	.....	320,658	199,527
Other liabilities	.....	.....	.....	23
Total Liabilities	**364,354**	.....	**364,354**	**222,399**
Fund Balances:				
Reserved	1,257,101	.....	1,257,101	1,101,209
Unreserved	.....	.....	.....	81,166
Total Fund Balances	**1,257,101**	.....	**1,257,101**	**1,182,375**
TOTAL LIABILITIES AND FUND BALANCES	**$ 1,621,455**	**$ .....**	**$ 1,621,455**	**$ 1,404,774**

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCES
ALL NONEXPENDABLE TRUST FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(in thousands)

	State Board of Administration	Department of State	Totals 6/30/01	Totals 6/30/00
OPERATING REVENUES				
Investment earnings	$ (82,783)	$	$ (82,783)	$ 53,442
Gain/(loss) on sale of investments	.....	.....	.....	34,836
TOTAL OPERATING REVENUES	**(82,783)**	.....	**(82,783)**	**88,278**
OPERATING EXPENSES				
Contractual services	13,195	.....	13,195	6,675
Interest and fiscal charges	541	.....	541	306
TOTAL OPERATING EXPENSES	**13,736**	.....	**13,736**	**6,981**
OPERATING INCOME/(LOSS)	**(96,519)**	.....	**(96,519)**	**81,297**
NONOPERATING REVENUES/(EXPENSES)				
Investment earnings	.....	.....	.....	112
TOTAL NONOPERATING REVENUES/(EXPENSES)	.....	.....	.....	**112**
INCOME/(LOSS) BEFORE OPERATING TRANSFERS	**(96,519)**	.....	**(96,519)**	**81,409**
Operating transfers in	200,000	.....	200,000	374,875
Operating transfers out	(27,546)	.....	(27,546)	(243)
Transfers out to component units/primary	.....	(1,209)	(1,209)	.....
NET INCOME/(LOSS)	**75,935**	**(1,209)**	**74,726**	**456,041**
Fund Balances, July 1	1,181,166	1,209	1,182,375	1,209
Residual Equity Transfers	.....	.....	.....	725,125
FUND BALANCES, JUNE 30	**$ 1,257,101**	**$ .....**	**$ 1,257,101**	**$ 1,182,375**

COMBINING STATEMENT OF CASH FLOWS
ALL NONEXPENDABLE TRUST FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(in thousands)

	State Board of Administration	Department of State	Totals 6/30/01	Totals 6/30/00
CASH FLOWS FROM OPERATING ACTIVITIES				
Investments	$ 59,564	$	$ 59,564	$ 88,278
Cash paid to suppliers	(13,735)	.....	(13,735)	(6,982)
NET CASH USED BY OPERATING ACTIVITIES	**45,829**	**.....**	**45,829**	**81,296**
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Transfers in from other funds	200,000	.....	200,000	1,100,000
Transfers out to other funds	(27,546)	(1,921)	(29,467)	(250)
NET CASH PROVIDED/(USED) BY NONCAPITAL FINANCING ACTIVITIES	**172,454**	**(1,921)**	**170,533**	**1,099,750**
CASH FLOWS FROM INVESTING ACTIVITIES:				
Collateral security	121,202	.....	121,202	199,428
Sale or maturity of investments	8,302,536	.....	8,302,536	17,336,095
Investment earnings	.....	94	94	107
Purchase of investments	(8,642,024)	.....	(8,642,024)	(18,716,631)
NET CASH PROVIDED/(USED) BY INVESTING ACTIVITIES	(218,286)	94	(218,192)	(1,181,001)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	**(3)**	**(1,827)**	**(1,830)**	**45**
Cash and cash equivalents, July 1	85	1,827	1,912	1,867
CASH AND CASH EQUIVALENTS, JUNE 30	**$ 82**	**$ .....**	**$ 82**	**$ 1,912**
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES				
OPERATING INCOME/(LOSS)	$ (96,519)	$	$ (96,519)	$ 81,296
Increase in accounts payable	142,348	.....	142,348	
NET CASH PROVIDED/(USED) BY OPERATING ACTIVITIES	**$ 45,829**	**$ .....**	**$ 45,829**	**$ 81,296**

COMBINING BALANCE SHEET - DEFINED CONTRIBUTION PENSION PLANS
JUNE 30, 2001
(In thousands)

	Senior Management Service Optional Annuity Program	Optional Retirement Program	Public Employee Optional Retirement Program	Totals 6/30/01	Totals 6/30/00
ASSETS					
Pooled investments with State Treasury	$ 2	$ 1,578	$	$ 1,580	$ 3,300
Investments	.....	.....	14,643	14,643	.....
Receivables, net	14	2,176	6	2,196	2,037
Due from other funds	2	2	25	29	4
Furniture and equipment	.....	.....	38	38	.....
Accumulated depreciation	.....	.....	(4)	(4)	.....
TOTAL ASSETS	**$ 18**	**$ 3,756**	**$ 14,708**	**$ 18,482**	**$ 5,341**
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable and accrued liabilities	$ 14	$ 3,323	$ 400	$ 3,737	$ 5,060
Due to other funds	4	88	.....	92	14
Compensated absences	.....	16	98	114	16
Obligations under security lending agreements	.....	93	.....	93	129
Total Liabilities	**18**	**3,520**	**498**	**4,036**	**5,219**
Fund Balances:					
Reserved	.....	236	14,210	14,446	122
TOTAL LIABILITIES AND FUND BALANCES	**$ 18**	**$ 3,756**	**$ 14,708**	**$ 18,482**	**$ 5,341**

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCES
ALL DEFINED CONTRIBUTION PENSION PLANS
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(in thousands)

	Senior Management Service Optional Annuity Program	Optional Retirement Program	Public Employee Optional Retirement Program	Totals 6/30/01	Totals 6/30/00
OPERATING REVENUES					
Investment earnings	$ 2	$ 253	$ 332	$ 587	$ 119
Pension fund contributions	1,435	106,720	.....	108,155	96,748
TOTAL OPERATING REVENUES	**1,437**	**106,973**	**332**	**108,742**	**96,867**
OPERATING EXPENSES					
Personal services	.....	90	537	627	104
Contractual services	1,435	106,759	3,732	111,926	96,841
Materials and supplies	.....	.....	52	52	2
Depreciation	.....	.....	4	4	.....
TOTAL OPERATING EXPENSES	**1,435**	**106,849**	**4,325**	**112,609**	**96,947**
OPERATING INCOME/(LOSS)	**2**	**124**	**(3,993)**	**(3,867)**	**(80)**
NONOPERATING REVENUES/(EXPENSES)					
Investment earnings	.....	1	.....	1	.....
INCOME/(LOSS) BEFORE OPERATING TRANSFERS	**2**	**125**	**(3,993)**	**(3,866)**	**(80)**
Operating transfers in	.....	.....	18,203	18,203	.....
Operating transfers out	(2)	(11)	.....	(13)	(50)
NET INCOME/(LOSS)	.....	**114**	**14,210**	**14,324**	**(130)**
Fund Balances, July 1	.....	122	.....	122	252
FUND BALANCES, JUNE 30	$	$ **236**	$ **14,210**	$ **14,446**	$ **122**

STATEMENT OF PLAN NET ASSETS
DEFINED BENEFIT PENSION PLAN
JUNE 30, 2001
(in thousands)

	Totals 6/30/01	6/30/00
ASSETS		
Cash and cash equivalents	$ 751,359	$ 88,993
Pooled investments with State Treasury	1,497	1,307
	752,856	90,300
Investments:		
Certificates of deposit	99,995	99,988
U.S. government & federally guaranteed obligations	5,984,467	7,201,733
Federal agencies	5,726,260	6,849,062
Commercial paper	1,055,292	643,405
Repurchase agreements	902,996	842,857
Bonds and notes	11,760,297	9,544,197
International bonds and notes	254,728	2,156,452
Real estate contracts	3,598,957	3,682,729
Short term investments	1,109,641	733,817
Domestic equity/domestic equity commingled	54,930,220	60,157,207
Limited partnerships	1,776,333	1,744,291
Equity group trust	11,544	11,507
International equity/international equity commingled	10,969,625	12,734,270
Total Investments	98,180,355	106,401,515
Receivables:		
Accounts receivable	4,045	28,186
Pension contributions	792	.....
State contributions receivable	462	58,432
Non-State contributions receivable	148,226	179,429
Interest receivable	376,688	335,743
Dividends receivable	69,111	42,568
Pending investment sales	1,440,152	791,842
Forward contracts/receivable/discount	253,320	223,879
Futures trade equity	.....	458
Proceeds from the sale of investments	31,101	40,538
Due from state funds	64,734	63,337
Total Receivables	2,388,631	1,764,412
Security lending collateral	7,672,905	9,505,527
Fixed assets	6,232	6,295
Accumulated depreciation	(3,250)	(2,326)
Total Fixed Assets	2,982	3,969
TOTAL ASSETS	**$108,997,729**	**$117,765,723**
LIABILITIES AND FUND BALANCE		
Liabilities:		
Accounts payable	$ 88,179	$ 72,581
Accrued DROP account liability due members	1,082,045	662,516
Pending investment purchases	1,969,745	1,352,710
Forward contracts payable	258,859	220,315
Broker rebate fees	25,486	37,949
Due to other funds	96	28
Obligations under security lending agreements	8,285,467	9,478,027
Compensated absences liability	1,104	1,316
Total Liabilities	**11,710,981**	**11,825,442**
Fund Balance:		
Reserved for employees' pension benefits	**97,286,748**	**105,940,281**
(A schedule of funding progress is presented on page 66)		
TOTAL LIABILITIES AND FUND BALANCE	**$108,997,729**	**$117,765,723**

STATEMENT OF CHANGES IN PLAN NET ASSETS
DEFINED BENEFIT PENSION PLAN
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(in thousands)

	Totals	
	6/30/01	6/30/00
ADDITIONS		
Contributions:		
Pension fund contributions - State	$ 540,341	$ 606,298
Pension fund contributions - Non-State	1,510,665	1,583,093
Purchase of time by employees	27,580	24,891
Transfers in from other state funds	26,373	7,376
Deposits required by law	285	223
Total Contributions and Other Deposits	2,105,244	2,221,881
Investment income:		
Interest income	1,943,841	1,779,386
Dividends	807,045	814,829
Real estate operating income, net	279,815	282,410
Other investment income	6,984	13,648
Net increase/(decrease) in fair value	(10,771,611)	7,207,137
	(7,733,926)	10,097,410
Investment activity expense	(150,581)	(171,184)
Net income from investing activity	(7,884,507)	9,926,226
From security lending activities:		
Security lending income	599,531	563,007
Security lending expense	(553,885)	(525,138)
Net income from security lending	45,646	37,869
Total net investment income	(7,838,861)	9,964,095
TOTAL ADDITIONS	**(5,733,617)**	**12,185,976**
DEDUCTIONS		
Transfers out to state funds	37,317	341
Benefit payments	2,786,893	2,402,484
Property disposition loss	75	167
Refund of contributions	2,599	1,849
Administrative expense	11,961	12,261
TOTAL DEDUCTIONS	**2,838,845**	**2,417,102**
NET INCREASE	**(8,572,462)**	**9,768,874**
FUND BALANCE:		
Reserved for Employees' Pension Benefits		
Fund Balance, July 1	105,940,281	96,171,407
Adjustments to increase (decrease) beginning fund balance	(81,071)	.....
Fund Balance, July 1, as restated	105,859,210	96,171,407
FUND BALANCE, JUNE 30	**$ 97,286,748**	**$105,940,281**

COMBINING STATEMENT OF NET ASSETS
INVESTMENT TRUST FUNDS
JUNE 30, 2001
(in thousands)

	Local Government Surplus Funds Nonpool	Local Government Surplus Funds Pool	Totals 6/30/01	Totals 6/30/00
ASSETS				
Cash and cash equivalents	$ 1	$ 87,863	$ 87,864	$ 87,328
Investments:				
Certificates of deposit	.....	573,611	573,611	278,813
U.S. government & federally guaranteed obligations	.....	1,257,992	1,257,992	1,390,564
Federal agencies	.....	8,978,566	8,978,566	3,156,852
Commercial paper	.....	3,039,444	3,039,444	4,492,926
Repurchase agreements	356,342	195,109	551,451	602,027
Bonds and notes	.....	226,725	226,725	255,587
Total Investments	356,342	14,271,447	14,627,789	10,176,769
Receivables:				
Interest receivable	844	14,909	15,753	35,546
Due from state funds	.....	2,894	2,894	2,623
Total Receivables	844	17,803	18,647	38,169
Security lending collateral	.....	4,236,953	4,236,953	2,908,295
Other assets	.....	63	63	171
TOTAL ASSETS	**$ 357,187**	**$ 18,614,129**	**$ 18,971,316**	**$ 13,210,732**
LIABILITIES AND FUND BALANCE				
Liabilities:				
Accounts payable	$ 84	$ 1,579	$ 1,663	$ 565
Broker rebate fees	.....	11,795	11,795	11,295
Due to other funds	.....	.....	.....	1
Due to other governments	.....	22,897	22,897	16,536
Obligations under security lending agreements	.....	4,303,125	4,303,125	2,992,719
Total Liabilities	**84**	**4,339,396**	**4,339,480**	**3,021,116**
Fund Balances:				
Net assets held in trust for pool participants	357,103	14,274,733	14,631,836	10,189,616
Total Fund Balances	**357,103**	**14,274,733**	**14,631,836**	**10,189,616**
TOTAL LIABILITIES AND FUND BALANCES	**$ 357,187**	**$ 18,614,129**	**$ 18,971,316**	**$ 13,210,732**

COMBINING STATEMENT OF CHANGES IN NET ASSETS
INVESTMENT TRUST FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(in thousands)

	Local Government Surplus Funds Nonpool	Local Government Surplus Funds Pool	Totals 6/30/01	Totals 6/30/00
ADDITIONS				
Transfers in from other state funds	$	$ 36,034	$ 36,034	$ 34,652
Total Other Deposits	.....	36,034	36,034	34,652
Interest income	8,279	711,556	719,835	618,742
Transfers out - investment activity expense	(17)	(1,365)	(1,382)	(1,779)
Net Income from investing activity	8,262	710,191	718,453	616,963
From security lending activities:				
Security lending income	.....	147,965	147,965	107,960
Security lending expense	.....	(140,559)	(140,559)	(102,370)
Net income from security lending	.....	7,406	7,406	5,590
Total net investment income	8,262	717,597	725,859	622,553
TOTAL ADDITIONS	**8,262**	**753,631**	**761,893**	**657,205**
DEDUCTIONS				
Administrative expense	.....	307	307	354
Depositor activity:				
Deposits	19,769,892	34,507,517	54,277,409	44,175,935
Withdrawals	(19,553,712)	(31,043,063)	(50,596,775)	(45,343,924)
Excess of deposits over withdrawals	216,180	3,464,454	3,680,634	(1,167,989)
NET INCREASE	**224,442**	**4,217,778**	**4,442,220**	**(511,138)**
FUND BALANCES:				
Reserved for External Investment Pool Participants				
Fund Balances, July 1	132,661	10,056,955	10,189,616	10,700,754
FUND BALANCES, JUNE 30	**$ 357,103**	**$ 14,274,733**	**$ 14,631,836**	**$10,189,616**

GREAT SEAL OF THE STATE OF FLORIDA
IN GOD WE TRUST

COMBINING BALANCE SHEET - ALL AGENCY FUNDS
JUNE 30, 2001
(in thousands)

	Departments of				
	Legal Affairs	Banking and Finance	Insurance	Community Affairs	Transportation
ASSETS					
Cash and cash equivalents	$ 2	$ 116	$ 40,450	$	$ 11,898
Pooled investments with State Treasury	18,886	67,031	1,779,246	37,939	113,873
Investments	.....	28,310	3,416	.....	.....
Receivables, net	934	8,221	10,835	115	2,490
Due from other funds	.....	.....	.....	.....	131,729
Loans and notes receivable, net	2,381	.....	1,436	.....	.....
Deferred fiscal charges and other assets	.....	.....	98,185	.....	.....
Land	.....	.....	.....	.....	.....
Furniture and equipment	.....	.....	4	.....	.....
TOTAL ASSETS	**$ 22,203**	**$ 103,678**	**$ 1,933,572**	**$ 38,054**	**$ 259,990**
LIABILITIES					
Accounts payable and accrued liabilities	$ 7	$ 29,163	$ 494,029	$ 14	$ 253,311
Due to other funds	.....	70,582	495,118	10	.....
Due to component units/primary	.....	.....	450,334	35,805	.....
Advances from other funds	.....	.....	.....	.....	.....
Obligations under security lending agreements	1,108	3,933	494,091	2,225	6,679
Other liabilities	21,088	.....	.....	.....	.....
TOTAL LIABILITIES	**$ 22,203**	**$ 103,678**	**$ 1,933,572**	**$ 38,054**	**$ 259,990**

Departments of Children and Families	Departments of Management Services	Departments of Revenue	State Board of Administration	Other	Totals 6/30/01	Totals 6/30/00
$ 6,083	$	$	$ 9,681	$ 2,310	$ 70,540	$ 58,098
3,825	74,855	235,734	.....	12,400	2,343,789	1,829,591
.....	.....	.....	5,038,978	522	5,071,226	4,372,437
21	366	233,699	42,293	2,972	301,946	355,838
.....	6,253	2,646	308	26	140,962	96,250
.....	.....	.....	.....	4	3,821	180
.....	.....	.....	.....	.....	98,185	77,373
.....	.....	.....	.....	.....	.....	10,308
.....	.....	.....	.....	.....	4	.....
$ 9,929	**$ 81,474**	**$ 472,079**	**$ 5,091,260**	**$ 18,234**	**$ 8,030,473**	**$ 6,800,075**
$ 8,799	$ 3,917	$ 441,666	$ 15,446	$ 9,848	$ 1,256,200	$ 1,232,578
122	14,273	16,582	7,361	6,866	610,914	456,579
.....	.....	.....	1,116,805	.....	1,602,944	1,147,257
1,008	.....	.....	.....	793	1,801	1,901
.....	4,390	13,831	332,396	727	859,380	542,750
.....	58,894	.....	3,619,252	.....	3,699,234	3,419,010
$ 9,929	**$ 81,474**	**$ 472,079**	**$ 5,091,260**	**$ 18,234**	**$ 8,030,473**	**$ 6,800,075**

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(In thousands)

Department of Legal Affairs	Balance 7/1/00	Additions	Deletions	Balance 6/30/01
ASSETS				
Cash and cash equivalents	$ 150	$ 4,446	$ 4,594	$ 2
Pooled investments with State Treasury	18,391	14,596	14,101	18,886
Receivables, net	777	1,395	1,238	934
Loans and notes receivable, net	165	2,770	554	2,381
TOTAL ASSETS	**$ 19,483**	**$ 23,207**	**$ 20,487**	**$ 22,203**
LIABILITIES				
Accounts payable and accrued liabilities	$	$ 7	$	$ 7
Due to other funds	3	508	511	.....
Obligations under security lending agreements	717	1,108	717	1,108
Other liabilities	18,763	8,333	6,008	21,088
TOTAL LIABILITIES	**$ 19,483**	**$ 9,956**	**$ 7,236**	**$ 22,203**
Department of Banking and Finance				
ASSETS				
Cash and cash equivalents	$ 1	$ 6,678	$ 6,563	$ 116
Pooled investments with State Treasury	65,944	2,601,474	2,600,387	67,031
Investments	38,588	.....	10,278	28,310
Receivables, net	92	8,216	87	8,221
Due from other funds	17	.....	17	.....
TOTAL ASSETS	**$ 104,642**	**$ 2,616,368**	**$ 2,617,332**	**$ 103,678**
LIABILITIES				
Accounts payable and accrued liabilities	$ 38,823	$ 1,100,502	$ 1,110,162	$ 29,163
Due to other funds	63,257	582,960	575,635	70,582
Obligations under security lending agreements	2,543	3,933	2,543	3,933
Other liabilities	19	.....	19	.....
TOTAL LIABILITIES	**$ 104,642**	**$ 1,687,395**	**$ 1,688,359**	**$ 103,678**
Department of Insurance				
ASSETS				
Cash and cash equivalents	$ 27,348	$ 13,102	$	$ 40,450
Pooled investments with State Treasury	1,267,740	814,847	303,341	1,779,246
Investments	5,684	.....	2,268	3,416
Receivables, net	5,274	7,284	1,723	10,835
Loans and notes receivable, net	7	1,429	.....	1,436
Deferred fiscal charges and other assets	77,373	20,812	.....	98,185
Land	10,308	.....	10,308	.....
Furniture and equipment	.....	4	.....	4
TOTAL ASSETS	**$ 1,393,734**	**$ 857,478**	**$ 317,640**	**$ 1,933,572**
LIABILITIES				
Accounts payable and accrued liabilities	441,415	70,028	17,414	494,029
Due to other funds	352,398	142,720	.....	495,118
Due to component units/primary	305,869	144,465	.....	450,334
Obligations under security lending agreements	294,052	494,091	294,052	494,091
TOTAL LIABILITIES	**$ 1,393,734**	**$ 851,304**	**$ 311,466**	**$ 1,933,572**

Department of Community Affairs	Balance 7/1/00	Additions	Deletions	Balance 6/30/01
ASSETS				
Pooled investments with State Treasury	$ 59,430	$ 183,935	$ 205,426	$ 37,939
Receivables, net	230	355	470	115
TOTAL ASSETS	**$ 59,660**	**$ 184,290**	**$ 205,896**	**$ 38,054**
LIABILITIES				
Accounts payable and accrued liabilities	$ 78	$ 14	$ 78	$ 14
Due to other funds	29	25	44	10
Due to component units/primary	57,233	181,696	203,124	35,805
Obligations under security lending agreements	2,320	2,225	2,320	2,225
TOTAL LIABILITIES	**$ 59,660**	**$ 183,960**	**$ 205,566**	**$ 38,054**
Department of Transportation				
ASSETS				
Cash and cash equivalents	$ 6,132	$ 5,939	$ 173	$ 11,898
Pooled investments with State Treasury	127,698	16,232	30,057	113,873
Receivables, net	2,166	460	136	2,490
Due from other funds	93,125	38,772	168	131,729
TOTAL ASSETS	**$ 229,121**	**$ 61,403**	**$ 30,534**	**$ 259,990**
LIABILITIES				
Accounts payable and accrued liabilities	$ 223,962	$ 52,939	$ 23,590	$ 253,311
Due to other funds	173	.....	173	.....
Obligations under security lending agreements	4,986	6,679	4,986	6,679
TOTAL LIABILITIES	**$ 229,121**	**$ 59,618**	**$ 28,749**	**$ 259,990**
Department of Children and Families				
ASSETS				
Cash and cash equivalents	$ 5,857	$ 54,578	$ 54,352	$ 6,083
Pooled investments with State Treasury	3,744	3,892	3,811	3,825
Receivables, net	20	30	29	21
Due from other funds	19	11	30	.....
TOTAL ASSETS	**$ 9,640**	**$ 58,511**	**$ 58,222**	**$ 9,929**
LIABILITIES				
Accounts payable and accrued liabilities	$ 8,109	$ 29,462	$ 28,772	$ 8,799
Due to other funds	523	28,615	29,016	122
Advances from other funds	1,008	10	10	1,008
TOTAL LIABILITIES	**$ 9,640**	**$ 58,087**	**$ 57,798**	**$ 9,929**
Department of Management Services				
ASSETS				
Pooled investments with State Treasury	$ 58,395	$ 29,409	$ 12,949	$ 74,855
Investments	8,943	.....	8,943	.....
Receivables, net	383	445	462	366
Due from other funds	.....	6,253	.....	6,253
TOTAL ASSETS	**$ 67,721**	**$ 36,107**	**$ 22,354**	**$ 81,474**
LIABILITIES				
Accounts payable and accrued liabilities	$ 4,399	$ 8,425	$ 8,907	$ 3,917
Due to other funds	95	14,311	133	14,273
Obligations under security lending agreements	2,280	4,390	2,280	4,390
Other liabilities	60,947	7,535	9,588	58,894
TOTAL LIABILITIES	**$ 67,721**	**$ 34,661**	**$ 20,908**	**$ 81,474**

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(In thousands)

Department of Revenue	Balance 7/1/00	Additions	Deletions	Balance 6/30/01
ASSETS				
Pooled investments with State Treasury	$ 206,781	$ 1,786,796	$ 1,757,843	$ 235,734
Receivables, net	307,393	.....	73,694	233,699
Due from other funds	2,762	2,646	2,762	2,646
TOTAL ASSETS	$ 516,936	$ 1,789,442	$ 1,834,299	$ 472,079
LIABILITIES				
Accounts payable and accrued liabilities	$ 485,946	$ 224,717	$ 268,997	$ 441,666
Due to other funds	23,015	16,582	23,015	16,582
Obligations under security lending agreements	7,975	13,831	7,975	13,831
TOTAL LIABILITIES	$ 516,936	$ 255,130	$ 299,987	$ 472,079
State Board of Administration				
ASSETS				
Cash and cash equivalents	$ 12,997	$ 20,536,721	$ 20,540,037	$ 9,681
Investments	4,319,151	18,087,562	17,367,735	5,038,978
Receivables, net	38,710	42,310	38,727	42,293
Due from other funds	287	308	287	308
TOTAL ASSETS	$ 4,371,145	$ 38,666,901	$ 37,946,786	$ 5,091,260
LIABILITIES				
Accounts payable and accrued liabilities	$ 19,142	$ 6,252	$ 9,948	$ 15,446
Due to other funds	1,498	7,361	1,498	7,361
Due to component units/primary	784,155	2,075,870	1,743,220	1,116,805
Obligations under security lending agreements	227,069	332,396	227,069	332,396
Other liabilities	3,339,281	1,101,073	821,102	3,619,252
TOTAL LIABILITIES	$ 4,371,145	$ 3,522,952	$ 2,802,837	$ 5,091,260
Other				
ASSETS				
Cash and cash equivalents	$ 5,613	$ 69,294	$ 72,597	$ 2,310
Pooled investments with State Treasury	21,468	73,476	82,544	12,400
Investments	71	451	.....	522
Receivables, net	793	4,262	2,083	2,972
Due from other funds	40	26	40	26
Loans and notes receivable, net	8	3	7	4
TOTAL ASSETS	$ 27,993	$ 147,512	$ 157,271	$ 18,234
LIABILITIES				
Accounts payable and accrued liabilities	$ 10,704	$ 92,682	$ 93,538	$ 9,848
Due to other funds	15,588	89,265	97,987	6,866
Advances from other funds	893	16	116	793
Obligations under security lending agreements	808	727	808	727
TOTAL LIABILITIES	$ 27,993	$ 182,690	$ 192,449	$ 18,234

Total All Agency Funds	Balance 7/1/00	Additions	Deletions	Balance 6/30/01
ASSETS				
Cash and cash equivalents	$ 58,098	$ 20,690,758	$ 20,678,316	$ 70,540
Pooled investments with State Treasury	1,829,591	5,524,657	5,010,459	2,343,789
Investments	4,372,437	18,088,013	17,389,224	5,071,226
Receivables, net	355,838	64,757	118,649	301,946
Due from other funds	96,250	48,016	3,304	140,962
Loans and notes receivable, net	180	4,202	561	3,821
Deferred fiscal charges and other assets	77,373	20,812	.....	98,185
Land	10,308	.....	10,308	.....
Furniture and equipment	.....	4	.....	4
TOTAL ASSETS	**$ 6,800,075**	**$ 44,441,219**	**$ 43,210,821**	**$ 8,030,473**
LIABILITIES				
Accounts payable and accrued liabilities	$ 1,232,578	$ 1,585,028	$ 1,561,406	$ 1,256,200
Due to other funds	456,579	882,347	728,012	610,914
Due to component units/primary	1,147,257	2,402,031	1,946,344	1,602,944
Advances from other funds	1,901	26	126	1,801
Obligations under security lending agreements	542,750	859,380	542,750	859,380
Other liabilities	3,419,010	1,116,941	836,717	3,699,234
TOTAL LIABILITIES	**$ 6,800,075**	**$ 6,845,753**	**$ 5,615,355**	**$ 8,030,473**

GREAT SEAL OF THE STATE OF FLORIDA
IN GOD WE TRUST

General Fixed Assets Account Group

The general fixed assets account group is maintained to account for all fixed assets acquired for general governmental use.

BALANCE SHEET - GENERAL FIXED ASSETS ACCOUNT GROUP
JUNE 30, 2001
(in thousands)

	Totals 6/30/01	6/30/00
ASSETS		
Land	$ 3,034,812	$ 2,710,082
Buildings and improvements	2,582,345	2,429,017
Furniture and equipment	1,911,332	1,916,048
Construction in progress	244,810	278,371
TOTAL ASSETS	**$ 7,773,299**	**$ 7,333,518**
EQUITY		
Investment in fixed assets	$ 7,773,299	$ 7,333,518
TOTAL EQUITY	**$ 7,773,299**	**$ 7,333,518**

SCHEDULE OF GENERAL FIXED ASSETS BY FUNCTION
JUNE 30, 2001
(in thousands)

Function	Land	Buildings and Improvements	Furniture and Equipment	Construction in Progress	Total
General government	$ 33,253	$ 208,353	$ 334,657	$ 21,374	$ 597,637
Education	1,611	77,927	70,214	10,734	160,486
Human services	.....	352,392	164,301	60,304	576,997
Criminal justice and corrections	27,185	1,321,335	350,446	99,255	1,798,221
Natural resources and environment	2,963,765	283,118	644,679	20,815	3,912,377
Transportation	8,998	306,874	325,869	26,878	668,619
State courts	.....	32,346	21,166	5,450	58,962
Totals	**$ 3,034,812**	**$ 2,582,345**	**$ 1,911,332**	**$ 244,810**	**$ 7,773,299**

SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS BY FUNCTION
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(in thousands)

Function	Balance 7/01/00	Adjustments	Additions	Deletions	Balance 6/30/01
General government	$ 679,780	$ (67,549)	$ 94,053	$ 108,647	$ 597,637
Education	126,677	23,168	24,555	13,914	160,486
Human services	505,524	34,677	138,230	101,434	576,997
Criminal justice and corrections	1,750,472	5	281,241	233,497	1,798,221
Natural resources and environment	3,579,041	.....	378,648	45,312	3,912,377
Transportation	638,739	(3,970)	57,404	23,554	668,619
State courts	53,285	(2)	5,759	80	58,962
Totals	**$ 7,333,518**	**$ (13,671)**	**$ 979,890**	**$ 526,438**	**$ 7,773,299**

General Long-Term Debt Account Group

The general long-term debt account group is maintained to account for the unmatured principal of bonds, notes, or other forms of noncurrent or long-term general obligation indebtedness that is not a specific liability of any proprietary fund or trust fund. General long-term debt is not limited to liabilities arising from debt issuance but may also include noncurrent liabilities on lease purchase agreements, compensated absences and other commitments that are not current liabilities properly recorded in governmental funds.

BALANCE SHEET - GENERAL LONG-TERM DEBT ACCOUNT GROUP
JUNE 30, 2001
(in thousands)

	Totals	
	6/30/01	6/30/00
AMOUNT TO BE PROVIDED		
Amount available in debt service fund	$ 368,911	$ 363,674
Amount to be provided	14,667,039	14,154,819
TOTAL AMOUNT TO BE PROVIDED	**$ 15,035,950**	**$ 14,518,493**
LIABILITIES		
Accounts payable and accrued liabilities	$ 24,917	$ 16,340
Bonds payable	13,388,760	13,125,710
Long-term insurance liability	820,000	627,845
Notes and leases payable	97,419	66,611
Compensated absences	704,854	681,188
Other liabilities	.....	799
TOTAL LIABILITIES	**$ 15,035,950**	**$ 14,518,493**

State University System Funds

The State University System funds are used to account for all transactions relating to the ten universities and the Board of Regents. These funds do not report on a governmental basis, but follow the form recommended by the National Association of College and University Business Officers and the American Institute of Certified Public Accountants.

COMBINING BALANCE SHEET - ALL STATE UNIVERSITY SYSTEM FUND TYPES
JUNE 30, 2001
(in thousands)

	Current Funds			
	Unrestricted	Restricted	Loan Funds	Endowment Funds
ASSETS				
Cash and cash equivalents	$ 18,311	$ 3,177	$ 3,798	$ 154
Pooled investments with State Treasury	580,454	212,148	17,833	178
Investments	82,805	.....	.....	3,123
Receivables, net	39,635	122,587	1,651	2
Due from other funds	317,157	23,639	1,644	.....
Due from component units/primary	583	1,212	.....	.....
Inventories	10,804	23	.....	.....
Loans and notes receivable, net	.....	.....	76,406	.....
Deferred fiscal charges and other assets	2,970	19	20	.....
Land	.....	.....	.....	.....
Buildings and improvements	.....	.....	.....	.....
Furniture and equipment	.....	.....	.....	.....
Construction in progress	.....	.....	.....	.....
TOTAL ASSETS	**$ 1,052,719**	**$ 362,805**	**$ 101,352**	**$ 3,457**
LIABILITIES AND FUND EQUITY				
Liabilities:				
Accounts payable and accrued liabilities	$ 117,031	$ 27,945	$ 205	$ .....
Due to other funds	71,381	64,824	1,208	.....
Due to component units/primary	6,152	875	97	.....
Advances from other funds	20	.....	.....	.....
Bonds payable	.....	.....	.....	.....
Certificates of participation payable	.....	.....	.....	.....
Notes and leases payable	.....	.....	.....	.....
Deferred revenues	28,607	.....	.....	.....
Compensated absences	256,942	.....	.....	.....
Obligations under security lending agreements	.....	.....	.....	.....
Other liabilities	.....	.....	20	.....
Total Liabilities	**480,133**	**93,644**	**1,530**	.....
Fund Equity:				
Investment in fixed assets	.....	.....	.....	.....
Fund Balances:				
Reserved	172,080	269,161	99,822	3,457
Unreserved	400,506	.....	.....	.....
Total Fund Equity	**572,586**	**269,161**	**99,822**	**3,457**
TOTAL LIABILITIES AND FUND EQUITY	**$ 1,052,719**	**$ 362,805**	**$ 101,352**	**$ 3,457**

Plant Fund Group					Totals	
Unexpended	Renewals and Replacements	Retirement of Indebtedness	Investment In Plant	Agency	6/30/01	6/30/00
$	$	$ 106	$	$ 4,368	$ 29,914	$ 20,077
278,805	11,348	3,658	.....	121,492	1,225,916	1,045,412
40	.....	15,384	.....	.....	101,352	96,607
8,243	34	310	.....	10,291	182,753	169,979
607,740	1,844	8,703	.....	9,703	970,430	908,893
.....	.....	.....	.....	.....	1,795	1,619
.....	.....	.....	.....	.....	10,827	11,253
.....	.....	.....	.....	.....	76,406	75,153
3,084	.....	.....	3,810	57	9,960	7,847
.....	.....	.....	130,096	.....	130,096	118,712
.....	.....	.....	3,407,772	.....	3,407,772	3,241,678
.....	.....	.....	1,908,077	.....	1,908,077	1,701,161
.....	.....	.....	362,362	.....	362,362	269,690
$ 897,912	**$ 13,226**	**$ 28,161**	**$ 5,812,117**	**$ 145,911**	**$ 8,417,660**	**$ 7,668,081**
$ 65,288	$ 41	$ 605	$	$ 32,376	$ 243,491	$ 205,347
128,679	.....	301	.....	28,469	294,862	301,833
.....	.....	.....	.....	12,787	19,911	14,516
.....	.....	.....	633	.....	653	808
135,356	.....	3,487	460,322	.....	599,165	518,533
.....	.....	.....	.....	.....	.....	576
.....	.....	96	46,805	.....	46,901	13,919
.....	.....	.....	.....	.....	28,607	26,713
.....	.....	.....	.....	.....	256,942	239,289
.....	.....	.....	.....	71,905	71,905	40,757
.....	.....	.....	23,940	374	24,334	26,256
329,323	**41**	**4,489**	**531,700**	**145,911**	**1,586,771**	**1,388,547**
.....	.....	.....	5,280,417	.....	5,280,417	4,911,313
568,589	13,185	23,672	.....	.....	1,149,966	1,053,095
.....	.....	.....	.....	.....	400,506	315,126
568,589	**13,185**	**23,672**	**5,280,417**	.....	**6,830,889**	**6,279,534**
$ 897,912	**$ 13,226**	**$ 28,161**	**$ 5,812,117**	**$ 145,911**	**$ 8,417,660**	**$ 7,668,081**

ICHETUCKNEE SPRINGS STATE PARK

The Ichetucknee Springs State Park is a 2,241-acre park that is known for the number of visitors who float the spring river on inner tubes for miles through woodland preserve. The river flows through hardwood hammock, with limestone outcroppings. It is a quiet, undeveloped area that is disturbed only by the tubers who come to experience the serenity. The full river run lasts about three hours.

The upper and most northerly spring forms the head of the river and is known as Ichetucknee Spring or Head Spring. Flow from this spring is southward, forming the Ichetucknee River proper. The river averages 20 feet wide and about 2.5 feet deep. A series of springs discharging 233 million gallons of water daily gives rise to the clear sparkling Ichetucknee River, which flows for six miles before it joins the Santa Fe River. There are nine named springs along the stream's flow in its course through the park where many kinds of fish, turtles, and birds can be observed in and around the water.

A sand hill community upland of the river supports an abundance of wildlife. The U.S. Department of the Interior declared Ichetucknee's headspring a National Natural Landmark in 1972.

Ichetucknee Springs
Photo by John Moran

Source: Florida Department of Environmental Protection website,
http://www.dep.state.fl.us/parks/distict2/ichetuckneesprings/index.asp

Budgetary Statements
Budgetary Fund Types

The legal basis fund types are the General Revenue Fund, numerous trust funds, the Budget Stabilization Fund, and the Working Capital Fund (also known as the "Rainy Day Fund"). See notes to the financial statements for a complete description of the budgetary process in the State of Florida.

COMBINING STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL (BUDGETARY BASIS) - BUDGETARY GENERAL REVENUE FUND FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(In thousands)

	Florida Legislature			Justice Administrative Commission		
	Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)	Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)
GENERAL REVENUE						
Operating expenditures:						
Salaries and benefits	$ 109,621	$ 104,333	$ 5,288	$ 363,113	$ 362,686	$ 427
Other personal services	11,541	10,569	972	3,047	3,013	34
Expenses	34,137	31,714	2,423	21,073	20,500	573
Grants and aids	.....	.....	.....	60	60	.....
Operating capital outlay	3,978	3,825	153	3,503	3,482	21
Food products	.....	.....	.....	.....	.....	.....
Fixed capital outlay	.....	.....	.....	.....	.....	.....
Lump sum	1,517	.....	1,517	.....	.....	.....
Special categories	8,777	6,964	1,813	13,403	13,295	108
Financial assistance payments	.....	.....	.....	.....	.....	.....
Grants/aids to local govts./NFProfit	.....	.....	.....	.....	.....	.....
Data processing services	.....	.....	.....	11	9	2
Pensions and benefits	.....	.....	.....	.....	.....	.....
Total Operating Expenditures	169,571	157,405	12,166	404,210	403,045	1,165
Nonoperating:						
Transfers	.....	.....	.....	.....	.....	.....
Refunds	.....	.....	.....	.....	.....	.....
Other non-operating	.....	.....	.....	.....	.....	.....
Total Nonoperating Expenditures	.....	.....	.....	.....	.....	.....
TOTAL EXPENDITURES	$ 169,571	$ 157,405	$ 12,166	$ 404,210	$ 403,045	$ 1,165

State Courts			Department of Environmental Protection		
Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)	Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)
$ 223,160	$ 222,091	$ 1,069	$ 31,130	$ 30,971	$ 159
1,952	1,834	118	733	692	41
9,857	8,400	1,457	5,962	5,407	555
6,925	6,925	.....	2,747	2,747	.....
1,632	1,609	23	2	2	.....
.....	.....	.....	.....	.....	.....
5,224	5,224	.....	11,500	11,500	.....
.....	.....	.....	.....	.....	.....
15,646	15,621	25	81,049	80,969	80
.....	.....	.....	.....	.....	.....
450	450	.....	69,503	69,503	.....
134	134	.....	857	857	.....
.....	.....	.....	.....	.....	.....
264,980	262,288	2,692	203,483	202,648	835
.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....
$ 264,980	$ 262,288	$ 2,692	$ 203,483	$ 202,648	$ 835

COMBINING STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL (BUDGETARY BASIS) - BUDGETARY GENERAL REVENUE FUND FOR THE FISCAL YEAR ENDED JUNE 30, 2001 (in thousands)

	Department of Banking and Finance			Department of Education		
	Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)	Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)
GENERAL REVENUE						
Operating expenditures:						
Salaries and benefits	$ 23,507	$ 22,982	$ 525	$ 33,904	$ 33,245	$ 659
Other personal services	233	124	109	2,993	1,398	1,595
Expenses	10,108	9,845	263	8,991	8,356	635
Grants and aids	.....	.....	.....	8,353,871	8,347,404	6,467
Operating capital outlay	1,460	1,408	52	787	665	122
Food products	.....	.....	.....	.....	.....	.....
Fixed capital outlay	.....	.....	.....	72,568	72,568	.....
Lump sum	.....	.....	.....	.....	.....	.....
Special categories	539	439	100	406,876	393,046	13,830
Financial assistance payments	.....	.....	.....	1,335	1,335	.....
Grants/aids to local govts./NFProfit	.....	.....	.....	142,237	142,237	.....
Data processing services	466	445	21	3,324	3,216	108
Pensions and benefits	.....	.....	.....	.....	.....	.....
Total Operating Expenditures	36,313	35,243	1,070	9,026,886	9,003,470	23,416
Nonoperating:						
Transfers	547,925	547,925	.....	.....	.....	.....
Refunds	345,257	345,257	.....	.....	.....	.....
Other non-operating	136	136	.....	.....	.....	.....
Total Nonoperating Expenditures	893,318	893,318	.....	.....	.....	.....
TOTAL EXPENDITURES	**$ 929,631**	**$ 928,561**	**$ 1,070**	**$ 9,026,886**	**$ 9,003,470**	**$ 23,416**

State University System			Department of Transportation		
Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)	Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)
$ 899,701	$ 897,916	$ 1,785	$	$	$ .....
198,008	197,845	163	.....	.....	.....
409,105	408,690	415	.....	.....	.....
.....	.....	.....	.....	.....	.....
78,925	78,874	51	.....	.....	.....
.....	.....	.....	.....	.....	.....
32,290	32,290	.....	.....	.....	.....
4,869	4,869	.....	.....	.....	.....
203,069	203,069	.....	200,215	200,215	.....
10,536	10,536	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....
14,287	14,287	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....
1,850,790	1,848,376	2,414	200,215	200,215	.....
.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....
$ 1,850,790	$ 1,848,376	$ 2,414	$ 200,215	$ 200,215	$ .....

COMBINING STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL (BUDGETARY BASIS) - BUDGETARY GENERAL REVENUE FUND FOR THE FISCAL YEAR ENDED JUNE 30, 2001 (In thousands)

	Department of Children and Families			Department of Health		
	Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)	Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)
GENERAL REVENUE						
Operating expenditures:						
Salaries and benefits	$ 462,650	$ 459,746	$ 2,904	$ 49,032	$ 48,758	$ 274
Other personal services	10,912	9,828	1,084	2,751	2,649	102
Expenses	109,066	108,194	872	15,356	14,952	404
Grants and aids	.....	.....	.....	247,970	247,513	457
Operating capital outlay	767	698	69	729	702	27
Food products	5,886	5,884	2	93	93	.....
Fixed capital outlay	2,074	2,074	.....	.....	.....	.....
Lump sum	.....	.....	.....	.....	.....	.....
Special categories	821,253	795,968	25,285	107,387	106,878	509
Financial assistance payments	272,079	248,963	23,116	.....	.....	.....
Grants/aids to local govts./NFProfit	863	863	.....	.....	.....	.....
Data processing services	43,549	43,364	185	1,692	1,405	287
Pensions and benefits	.....	.....	.....	.....	.....	.....
Total Operating Expenditures	1,729,099	1,675,582	53,517	425,010	422,950	2,060
Nonoperating:						
Transfers	.....	.....	.....	.....	.....	.....
Refunds	.....	.....	.....	.....	.....	.....
Other non-operating	.....	.....	.....	.....	.....	.....
Total Nonoperating Expenditures	.....	.....	.....	.....	.....	.....
TOTAL EXPENDITURES	$ 1,729,099	$ 1,675,582	$ 53,517	$ 425,010	$ 422,950	$ 2,060

Agency for Health Care Administration			Department of Corrections		
Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)	Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)
$ 15,397	$ 14,402	$ 995	$ 1,054,720	$ 1,054,224	$ 496
598	452	146	2,030	2,027	3
11,041	10,665	376	156,574	156,383	191
.....	.....	.....	.....	.....	.....
398	398	.....	990	990	.....
.....	.....	.....	44,966	44,966	.....
.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....
2,632,109	2,631,159	950	286,090	284,797	1,293
.....	.....	.....	1,244	1,244	.....
.....	.....	.....	.....	.....	.....
78	.....	78	461	461	.....
.....	.....	.....	.....	.....	.....
2,659,621	2,657,076	2,545	1,547,075	1,545,092	1,983
.....	.....	.....	.....	.....	.....
50	50	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....
50	50	.....	.....	.....	.....
$ 2,659,671	**$ 2,657,126**	**$ 2,545**	**$ 1,547,075**	**$ 1,545,092**	**$ 1,983**

COMBINING STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL (BUDGETARY BASIS) - BUDGETARY GENERAL REVENUE FUND FOR THE FISCAL YEAR ENDED JUNE 30, 2001 (in thousands)

	Department of Revenue			Department of Juvenile Justice		
	Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)	Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)
GENERAL REVENUE						
Operating expenditures:						
Salaries and benefits	$ 97,517	$ 97,303	$ 214	$ 189,352	$ 184,185	$ 5,167
Other personal services	1,624	1,525	99	6,965	5,875	1,090
Expenses	19,341	19,041	300	35,205	34,999	206
Grants and aids	.....	.....	.....	.....	.....	.....
Operating capital outlay	540	491	49	1,643	1,579	64
Food products	.....	.....	.....	3,172	3,150	22
Fixed capital outlay	.....	.....	.....	855	855	.....
Lump sum	.....	.....	.....	.....	.....	.....
Special categories	17,745	17,745	.....	322,360	317,110	5,250
Financial assistance payments	.....	.....	.....	.....	.....	.....
Grants/aids to local govts./NFProfit	.....	.....	.....	4,029	4,029	.....
Data processing services	1,672	1,672	.....	.....	.....	.....
Pensions and benefits	.....	.....	.....	.....	.....	.....
Total Operating Expenditures	138,439	137,777	662	563,581	551,782	11,799
Nonoperating:						
Transfers	.....	.....	.....	.....	.....	.....
Refunds	.....	.....	.....	.....	.....	.....
Other non-operating	1,918,457	1,918,457	.....	.....	.....	.....
Total Nonoperating Expenditures	1,918,457	1,918,457	.....	.....	.....	.....
TOTAL EXPENDITURES	**$ 2,056,896**	**$ 2,056,234**	**$ 662**	**$ 563,581**	**$ 551,782**	**$ 11,799**

Other Departments			Totals		
Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)	Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)
$ 413,948	$ 410,308	$ 3,640	$ 3,966,752	$ 3,943,150	$ 23,602
7,713	6,187	1,526	251,100	244,018	7,082
80,765	72,241	8,524	926,581	909,387	17,194
36,165	35,443	722	8,647,738	8,640,092	7,646
8,498	8,108	390	103,852	102,831	1,021
214	137	77	54,331	54,230	101
3,645	3,645	.....	128,156	128,156	.....
.....	.....	.....	6,386	4,869	1,517
262,493	217,485	45,008	5,379,011	5,284,760	94,251
.....	.....	.....	285,194	262,078	23,116
31,107	31,107	.....	248,189	248,189	.....
6,702	6,544	158	73,233	72,394	839
8,282	7,865	417	8,282	7,865	417
859,532	799,070	60,462	20,078,805	19,902,019	176,786
.....	.....	.....	547,925	547,925	.....
1	1	.....	345,308	345,308	.....
.....	.....	.....	1,918,593	1,918,593	.....
1	1	.....	2,811,826	2,811,826	.....
$ 859,533	**$ 799,071**	**$ 60,462**	**$ 22,890,631**	**$ 22,713,845**	**$ 176,786**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGETARY BASIS) - ALL BUDGETARY TRUST FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(in thousands)

	Department of the Lottery			Department of Environmental Protection		
	Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)	Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)
Fund balances, July 1, 2000	$ 58,259	$ 58,259	$	$ 1,629,486	$ 1,629,486	$ .....
Reversions	1,303	1,303	.....	3,648	3,648	.....
Fund balances, July 1, 2000, restated	59,562	59,562	.....	1,633,134	1,633,134	.....
REVENUES						
Direct:						
Fees	1,007,939	1,013,791	5,852	59,504	61,196	1,692
Licenses	.....	.....	.....	18,093	28,743	10,650
Taxes	.....	.....	.....	.....	.....	.....
Miscellaneous	1,834	377	(1,457)	480	578	98
Interest	3,442	5,076	1,634	64,803	112,880	48,077
Grants	.....	.....	.....	98,973	98,621	(352)
Refunds	62	37	(25)	862	2,235	1,373
Bond proceeds	.....	.....	.....	300,000	44,958	(255,042)
Other	.....	.....	.....	76,586	64,634	(11,952)
Total Direct Revenues	1,013,277	1,019,281	6,004	619,301	413,845	(205,456)
Indirect:						
Employee/employer contributions	.....	.....	.....	.....	.....	.....
Transfers and distributions	.....	.....	.....	991,818	1,144,434	152,616
Sale of investments	.....	.....	.....	.....	.....	.....
Other	4	2	(2)	2,370	2,369	(1)
Total Indirect Revenues	4	2	(2)	994,188	1,146,803	152,615
TOTAL REVENUES	1,013,281	1,019,283	6,002	1,613,489	1,560,648	(52,841)
TOTAL AVAILABLE RESOURCES	1,072,843	1,078,845	6,002	3,246,623	3,193,782	(52,841)
EXPENDITURES						
Operating:						
Salaries and benefits	24,497	23,317	1,180	126,432	124,825	1,607
Other personal services	1,500	960	540	26,538	20,659	5,879
Expenses	14,527	12,877	1,650	42,759	37,983	4,776
Grants and aids	.....	.....	.....	7,769	2,008	5,761
Operating capital outlay	1,877	796	1,081	5,531	5,182	349
Food products	.....	.....	.....	.....	.....	.....
Fixed capital outlay	.....	.....	.....	962,805	962,805	.....
Lump sum	.....	.....	.....	.....	.....	.....
Special categories	108,810	103,714	5,096	249,898	228,390	21,508
Financial assistance payments	.....	.....	.....	.....	.....	.....
Debt service	.....	.....	.....	.....	.....	.....
Grants/aids to local govts./NFProfit	.....	.....	.....	76,471	76,471	.....
Payments to U.S. Treasury	.....	.....	.....	.....	.....	.....
Data processing services	3	3	.....	9,040	8,713	327
Pensions and benefits	.....	.....	.....	.....	.....	.....
Claim bills and relief acts	.....	.....	.....	.....	.....	.....
Special expenses	.....	.....	.....	.....	.....	.....
Total Operating Expenditures	151,214	141,667	9,547	1,507,243	1,467,036	40,207
Nonoperating:						
Transfers to trust funds	919,360	919,360	.....	194,876	194,876	.....
Purchase of investments	.....	.....	.....	.....	.....	.....
Refunds	8	8	.....	677	677	.....
Other non-operating	.....	.....	.....	37,779	37,779	.....
Total Nonoperating Expenditures	919,368	919,368	.....	233,332	233,332	.....
TOTAL EXPENDITURES	1,070,582	1,061,035	9,547	1,740,575	1,700,368	40,207
FUND BALANCES, JUNE 30, 2001	$ 2,261	$ 17,810	$ 15,549	$ 1,506,048	$ 1,493,414	$ (12,634)

Department of Banking and Finance			Department of Education		
Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)	Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)
$ 29,927	$ 29,927	$	$ 1,045,373	$ 1,045,373	$ .....
133	133	.....	284	284	.....
30,060	30,060	.....	1,045,657	1,045,657	.....
14,372	14,923	551	16,779	16,668	(111)
10,029	9,586	(443)	1,514	1,511	(3)
.....	.....	.....	686,360	686,444	84
.....	86	86	814	1,544	730
1,158	7,177	6,019	84,158	88,812	4,654
1,840	1,236	(604)	1,586,917	1,568,740	(18,177)
33	43	10	12,672	12,696	24
.....	.....	.....	733,650	737,639	3,989
814,874	894,957	80,083	32,549	45,894	13,345
842,306	928,008	85,702	3,155,413	3,159,948	4,535
.....	.....	.....	.....	.....	.....
1,136,311	1,147,881	11,570	1,492,414	1,568,026	75,612
.....	.....	.....	.....	.....	.....
.....	3,576	3,576	32	2,086	2,054
1,136,311	1,151,457	15,146	1,492,446	1,570,112	77,666
1,978,617	**2,079,465**	**100,848**	**4,647,859**	**4,730,060**	**82,201**
2,008,677	**2,109,525**	**100,848**	**5,693,516**	**5,775,717**	**82,201**
20,307	19,428	879	60,639	54,924	5,715
2,174	1,945	229	5,374	4,601	773
6,549	5,728	821	33,389	29,852	3,537
1,647	1,029	618	1,837,442	1,724,107	113,335
997	884	113	2,680	2,014	666
.....	.....	.....	40	40	.....
.....	.....	.....	1,246,841	1,246,841	.....
.....	.....	.....	.....	.....	.....
2,726	1,259	1,467	588,264	581,786	6,478
.....	.....	.....	78,919	76,546	2,373
.....	.....	.....	.....	.....	.....
.....	.....	.....	67,738	67,738	.....
.....	.....	.....	1,000	1,000	.....
1,540	1,540	.....	1,886	1,504	382
.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....
35,940	31,813	4,127	3,924,212	3,790,953	133,259
1,736,066	1,736,066	.....	452,233	452,233	.....
.....	.....	.....	.....	.....	.....
64,083	64,083	.....	5,131	5,131	.....
85,477	85,477	.....	412,440	412,440	.....
1,885,626	1,885,626	.....	869,804	869,804	.....
1,921,566	**1,917,439**	**4,127**	**4,794,016**	**4,660,757**	**133,259**
$ 87,111	**$ 192,086**	**$ 104,975**	**$ 899,500**	**$ 1,114,960**	**$ 215,460**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGETARY BASIS) - ALL BUDGETARY TRUST FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2001

(In thousands)

	State University System			Department of Labor and Employment Security		
	Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)	Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)
Fund balances, July 1, 2000	$ 870,008	$ 870,008	$	$ 2,170,353	$ 2,170,353	$ .....
Reversions	21,369	21,369	.....	70,809	70,809	.....
Fund balances, July 1, 2000, restated	891,377	891,377	.....	2,241,162	2,241,162	.....
REVENUES						
Direct:						
Fees	937,205	975,426	38,221	26,433	23,031	(3,402)
Licenses	.....	.....	.....	16	14	(2)
Taxes	.....	294	294	388,112	356,269	(31,843)
Miscellaneous	242,616	185,227	(57,389)	1,844	.....	(1,844)
Interest	27,890	57,501	29,611	37,158	43,138	5,980
Grants	797,279	833,100	35,821	282,565	81,108	(201,457)
Refunds	.....	1,870	1,870	80,358	6,181	(74,177)
Bond proceeds	.....	89,721	89,721	.....	.....	.....
Other	.....	5,294	5,294	2,056	2,524	468
Total Direct Revenues	2,004,990	2,148,433	143,443	818,542	512,265	(306,277)
Indirect:						
Employee/employer contributions	.....	.....	.....	.....	.....	.....
Transfers and distributions	154,313	598,762	444,449	168,087	104,690	(63,397)
Sale of investments	.....	.....	.....	.....	.....	.....
Other	.....	7,933	7,933	587	2,082	1,495
Total Indirect Revenues	154,313	606,695	452,382	168,674	106,772	(61,902)
TOTAL REVENUES	**2,159,303**	**2,755,128**	**595,825**	**987,216**	**619,037**	**(368,179)**
TOTAL AVAILABLE RESOURCES	**3,050,680**	**3,646,505**	**595,825**	**3,228,378**	**2,860,199**	**(368,179)**
EXPENDITURES						
Operating:						
Salaries and benefits	1,090,389	1,068,405	21,984	70,263	65,451	4,812
Other personal services	287,087	275,647	11,440	10,639	9,615	1,024
Expenses	552,050	491,001	61,049	28,787	25,652	3,135
Grants and aids	.....	.....	.....	2,870	2,501	369
Operating capital outlay	74,743	63,995	10,748	1,562	934	628
Food products	.....	.....	.....	40	40	.....
Fixed capital outlay	360,281	360,281	.....	389	389	.....
Lump sum	.....	.....	.....	.....	.....	.....
Special categories	174,132	168,503	5,629	228,706	184,243	44,463
Financial assistance payments	.....	.....	.....	211,409	208,904	2,505
Debt service	29,028	29,028	.....	.....	.....	.....
Grants/aids to local govts./NFProfit	.....	.....	.....	.....	.....	.....
Payments to U.S. Treasury	.....	.....	.....	.....	.....	.....
Data processing services	221	157	64	5,228	5,190	38
Pensions and benefits	.....	.....	.....	.....	.....	.....
Claim bills and relief acts	.....	.....	.....	.....	.....	.....
Special expenses	124	124	.....	.....	.....	.....
Total Operating Expenditures	2,568,055	2,457,141	110,914	559,893	502,919	56,974
Nonoperating:						
Transfers to trust funds	230,622	230,622	.....	2,220,095	2,220,095	.....
Purchase of investments	.....	.....	.....	.....	.....	.....
Refunds	1,169	1,169	.....	11,552	11,552	.....
Other non-operating	1,479	1,479	.....	20,115	20,115	.....
Total Nonoperating Expenditures	233,270	233,270	.....	2,251,762	2,251,762	.....
TOTAL EXPENDITURES	**2,801,325**	**2,690,411**	**110,914**	**2,811,655**	**2,754,681**	**56,974**
FUND BALANCES, JUNE 30, 2001	**$ 249,355**	**$ 956,094**	**$ 706,739**	**$ 416,723**	**$ 105,518**	**$ (311,205)**

Department of Children and Families			Department of Health		
Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)	Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)
$ 287,300	$ 287,300	$	$ 255,160	$ 255,160	$ .....
16,537	16,537	.....	1,082	1,082	.....
303,837	303,837	.....	256,242	256,242	.....
144,291	150,999	6,708	144,214	155,505	11,291
699	667	(32)	37,360	40,792	3,432
.....	.....	.....	.....	.....	.....
21	21	.....	8	.....	(8)
6,514	9,901	3,387	7,264	17,593	10,329
1,454,070	1,350,046	(104,024)	721,559	653,154	(68,405)
22,169	8,015	(14,154)	1,461	4,526	3,065
.....	.....	.....	.....	.....	.....
108	258	150	178	3,809	3,631
1,627,872	1,519,907	(107,965)	912,044	875,379	(36,665)
.....	.....	.....	.....	.....	.....
488,700	740,814	252,114	499,306	497,941	(1,365)
.....	.....	.....	.....	.....	.....
1,036	1,818	782	331	255	(76)
489,736	742,632	252,896	499,637	498,196	(1,441)
2,117,608	**2,262,539**	**144,931**	**1,411,681**	**1,373,575**	**(38,106)**
2,421,445	**2,566,376**	**144,931**	**1,667,923**	**1,629,817**	**(38,106)**
484,171	465,898	18,273	487,717	480,284	7,433
15,178	11,492	3,686	45,406	43,517	1,889
101,867	93,497	8,370	228,136	212,412	15,724
.....	.....	.....	157,162	136,126	21,036
3,202	2,829	373	12,922	11,524	1,398
391	391	.....	431	137	294
5,116	5,116	.....	18,205	18,205	.....
.....	.....	.....	.....	.....	.....
1,200,812	1,057,594	143,218	485,560	386,525	99,035
20,490	6,490	14,000	.....	.....	.....
.....	.....	.....	.....	.....	.....
1,828	1,828	.....	7,346	7,346	.....
.....	.....	.....	.....	.....	.....
58,172	56,653	1,519	5,604	3,632	1,972
.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....
42	42	.....	.....	.....	.....
1,891,269	1,701,830	189,439	1,448,489	1,299,708	148,781
648,107	648,107	.....	71,661	71,661	.....
.....	.....	.....	.....	.....	.....
3,377	3,377	.....	940	940	.....
1,802	1,802	.....	23,099	23,099	.....
653,286	653,286	.....	95,700	95,700	.....
2,544,555	**2,355,116**	**189,439**	**1,544,189**	**1,395,408**	**148,781**
$ (123,110)	**$ 211,260**	**$ 334,370**	**$ 123,734**	**$ 234,409**	**$ 110,675**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGETARY BASIS) - ALL BUDGETARY TRUST FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2001

(in thousands)

	Agency for Health Care Administration			Department of Management Services		
	Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)	Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)
Fund balances, July 1, 2000	$ 113,209	$ 113,209	$	$ 271,868	$ 271,868	$ .....
Reversions	5,912	5,912	.....	12,367	12,367	.....
Fund balances, July 1, 2000, restated	119,121	119,121	.....	284,235	284,235	.....
REVENUES						
Direct:						
Fees	451,514	449,562	(1,952)	258,107	247,585	(10,522)
Licenses	8,841	11,021	2,180	.....	.....	.....
Taxes	.....	.....	.....	.....	.....	.....
Miscellaneous	.....	.....	.....	.....	.....	.....
Interest	4,260	8,202	3,942	39,687	24,156	(15,531)
Grants	4,762,308	4,591,744	(170,564)	1,069	1,069	.....
Refunds	481,522	566,081	84,559	925	14,732	13,807
Bond proceeds	.....	.....	.....	.....	.....	.....
Other	2,555	2,167	(388)	36,561	101,914	65,353
Total Direct Revenues	5,711,000	5,628,777	(82,223)	336,349	389,456	53,107
Indirect:						
Employee/employer contributions	.....	.....	.....	3,182,367	3,251,342	68,975
Transfers and distributions	566,960	646,941	79,981	263,698	269,531	5,833
Sale of investments	.....	.....	.....	2,582,365	2,582,365	.....
Other	.....	1	1	.....	623	623
Total Indirect Revenues	566,960	646,942	79,982	6,028,430	6,103,861	75,431
TOTAL REVENUES	**6,277,960**	**6,275,719**	**(2,241)**	**6,364,779**	**6,493,317**	**128,538**
TOTAL AVAILABLE RESOURCES	**6,397,081**	**6,394,840**	**(2,241)**	**6,649,014**	**6,777,552**	**128,538**
EXPENDITURES						
Operating:						
Salaries and benefits	69,709	64,142	5,567	71,245	66,642	4,603
Other personal services	18,032	15,063	2,969	4,354	3,194	1,160
Expenses	40,700	34,837	5,863	39,399	33,571	5,828
Grants and aids	.....	.....	.....	29,832	16,251	13,581
Operating capital outlay	1,998	1,962	36	4,804	2,840	1,964
Food products	.....	.....	.....	.....	.....	.....
Fixed capital outlay	.....	.....	.....	74,530	74,530	.....
Lump sum	.....	.....	.....	.....	.....	.....
Special categories	5,954,572	5,949,497	5,075	262,448	255,982	6,466
Financial assistance payments	.....	.....	.....	.....	.....	.....
Debt service	.....	.....	.....	.....	.....	.....
Grants/aids to local govts./NFProfit	.....	.....	.....	.....	.....	.....
Payments to U.S. Treasury	.....	.....	.....	252	252	.....
Data processing services	501	414	87	7,492	7,250	242
Pensions and benefits	.....	.....	.....	2,732,838	2,571,599	161,239
Claim bills and relief acts	.....	.....	.....	.....	.....	.....
Special expenses	.....	.....	.....	.....	.....	.....
Total Operating Expenditures	6,085,512	6,065,915	19,597	3,227,194	3,032,111	195,083
Nonoperating:						
Transfers to trust funds	224,318	224,318	.....	77,945	77,945	.....
Purchase of investments	.....	.....	.....	2,267,445	2,267,445	.....
Refunds	2,640	2,640	.....	5,131	5,131	.....
Other non-operating	2,038	2,038	.....	1,101,136	1,101,136	.....
Total Nonoperating Expenditures	228,996	228,996	.....	3,451,657	3,451,657	.....
TOTAL EXPENDITURES	**6,314,508**	**6,294,911**	**19,597**	**6,678,851**	**6,483,768**	**195,083**
FUND BALANCES, JUNE 30, 2001	**$ 82,573**	**$ 99,929**	**$ 17,356**	**$ (29,837)**	**$ 293,784**	**$ 323,621**

Department of Revenue			Agency for Workforce Innovation		
Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)	Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)
$ 604,992	$ 604,992	$	$	$	$ .....
4,822	4,822	.....	.....	.....	.....
609,814	609,814	.....	.....	.....	.....
230,871	171,942	(58,929)	4,566	7,754	3,188
.....	.....	.....	.....	.....	.....
4,467,960	4,456,138	(11,822)	497,184	435,693	(61,491)
4,320	4,253	(67)	.....	.....	.....
.....	4,029	4,029	110,624	105,610	(5,014)
164,643	122,193	(42,450)	413,697	202,371	(211,326)
.....	34,855	34,855	17,437	11,953	(5,484)
.....	.....	.....	.....	.....	.....
20	15,667	15,647	.....	66	66
4,867,814	4,809,077	(58,737)	1,043,508	763,447	(280,061)
.....	.....	.....	.....	.....	.....
2,209,477	2,226,770	17,293	2,826,131	2,667,334	(158,797)
.....	.....	.....	.....	.....	.....
1,769,624	1,761,078	(8,546)	1,614	1,258	(356)
3,979,101	3,987,848	8,747	2,827,745	2,668,592	(159,153)
8,846,915	**8,796,925**	**(49,990)**	**3,871,253**	**3,432,039**	**(439,214)**
9,456,729	**9,406,739**	**(49,990)**	**3,871,253**	**3,432,039**	**(439,214)**
120,182	118,391	1,791	52,535	44,655	7,880
2,390	2,175	215	7,042	6,086	956
48,440	46,415	2,025	27,668	22,689	4,979
2,218,018	2,121,295	96,723	.....	.....	.....
8,886	8,673	213	803	630	173
.....	.....	.....	.....	.....	.....
.....	.....	.....	3,320	3,320	.....
.....	.....	.....	.....	.....	.....
79,692	71,619	8,073	327,587	271,827	55,760
672,300	47,222	625,078	664,195	556,799	107,396
.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....
23,083	19,530	3,553	7,658	7,544	114
.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....
.....	.....	.....	.....	.....	.....
3,172,991	2,435,320	737,671	1,090,808	913,550	177,258
1,723,559	1,723,559	.....	436,859	436,859	.....
.....	.....	.....	.....	.....	.....
99,007	99,007	.....	19,185	19,185	.....
4,392,637	4,392,637	.....	447	447	.....
6,215,203	6,215,203	.....	456,491	456,491	.....
9,388,194	**8,650,523**	**737,671**	**1,547,299**	**1,370,041**	**177,258**
$ 68,535	**$ 756,216**	**$ 687,681**	**$ 2,323,954**	**$ 2,061,998**	**$ (261,956)**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGETARY BASIS) - ALL BUDGETARY TRUST FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(in thousands)

	Department of Highway Safety and Motor Vehicles			Department of Business and Professional Regulation		
	Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)	Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)
Fund balances, July 1, 2000	$ 92,515	$ 92,515	$	$ 79,160	$ 79,160	$ .....
Reversions	5,961	5,961	.....	1,446	1,446	.....
Fund balances, July 1, 2000, restated	98,476	98,476	.....	80,606	80,606	.....
REVENUES						
Direct:						
Fees	307,978	308,186	208	34,836	30,632	(4,204)
Licenses	757,161	770,659	13,498	100,813	79,383	(21,430)
Taxes	3,000	18,276	15,276	698,165	471,344	(226,821)
Miscellaneous	583	782	199	570	278	(292)
Interest	.....	1,721	1,721	7,364	5,331	(2,033)
Grants	284	343	59	.....	.....	.....
Refunds	163	56	(107)	986	912	(74)
Bond proceeds	.....	.....	.....	.....	.....	.....
Other	63,057	94,637	31,580	4,514	3,524	(990)
Total Direct Revenues	1,132,226	1,194,660	62,434	847,248	591,404	(255,844)
Indirect:						
Employee/employer contributions	.....	.....	.....	.....	.....	.....
Transfers and distributions	48,800	60,706	11,906	61,933	50,919	(11,014)
Sale of investments	.....	.....	.....	.....	.....	.....
Other	32,788	26,824	(5,964)	6	2	(4)
Total Indirect Revenues	81,588	87,530	5,942	61,939	50,921	(11,018)
TOTAL REVENUES	**1,213,814**	**1,282,190**	**68,376**	**909,187**	**642,325**	**(266,862)**
TOTAL AVAILABLE RESOURCES	**1,312,290**	**1,380,666**	**68,376**	**989,793**	**722,931**	**(266,862)**
EXPENDITURES						
Operating:						
Salaries and benefits	90,409	88,211	2,198	71,194	66,079	5,115
Other personal services	11,392	9,405	1,987	6,095	4,232	1,863
Expenses	32,531	29,852	2,679	20,371	18,116	2,255
Grants and aids	21,500	20,764	736	11,689	11,579	110
Operating capital outlay	6,784	6,486	298	1,093	818	275
Food products	.....	.....	.....	.....	.....	.....
Fixed capital outlay	89	89	.....	.....	.....	.....
Lump sum	.....	.....	.....	.....	.....	.....
Special categories	34,032	30,745	3,287	31,843	26,516	5,327
Financial assistance payments	.....	.....	.....	620	81	539
Debt service	.....	.....	.....	.....	.....	.....
Grants/aids to local govts./NFProfit	.....	.....	.....	.....	.....	.....
Payments to U.S. Treasury	.....	.....	.....	.....	.....	.....
Data processing services	30,933	30,933	.....	2,525	1,780	745
Pensions and benefits	.....	.....	.....	.....	.....	.....
Claim bills and relief acts	.....	.....	.....	.....	.....	.....
Special expenses	.....	.....	.....	.....	.....	.....
Total Operating Expenditures	227,670	216,485	11,185	145,430	129,201	16,229
Nonoperating:						
Transfers to trust funds	918,699	918,699	.....	203,896	203,896	.....
Purchase of investments	.....	.....	.....	.....	.....	.....
Refunds	5,966	5,966	.....	4,160	4,160	.....
Other non-operating	120,578	120,578	.....	303,027	303,027	.....
Total Nonoperating Expenditures	1,045,243	1,045,243	.....	511,083	511,083	.....
TOTAL EXPENDITURES	**1,272,913**	**1,261,728**	**11,185**	**656,513**	**640,284**	**16,229**
FUND BALANCES, JUNE 30, 2001	**$ 39,377**	**$ 118,938**	**$ 79,561**	**$ 333,280**	**$ 82,647**	**$ (250,633)**

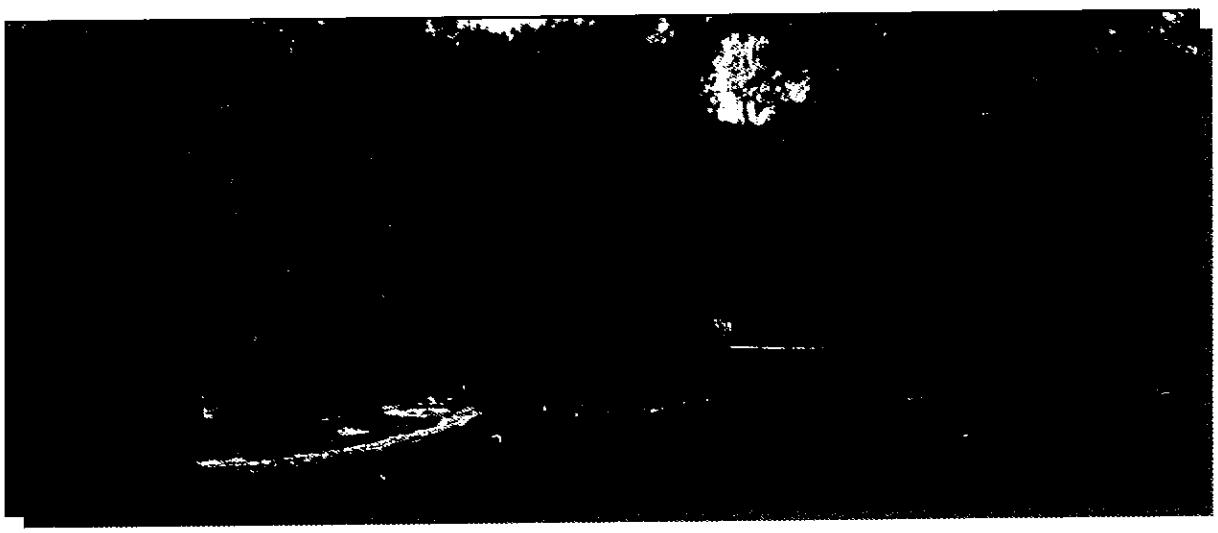
Other Departments			Totals		
Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)	Budget	Actual (Budget Basis)	Variance - Favorable (Unfavorable)
$ 1,688,760	$ 1,688,760	$	$ 9,196,370	$ 9,196,370	$ .....
48,205	48,205	.....	193,878	193,878	.....
1,736,965	1,736,965	.....	9,390,248	9,390,248	.....
856,160	473,403	(382,757)	4,494,769	4,100,603	(394,166)
87,886	91,601	3,715	1,022,412	1,033,977	11,565
119,405	122,183	2,778	6,860,186	6,546,641	(313,545)
7,033	6,549	(484)	260,123	199,695	(60,428)
119,874	115,743	(4,131)	514,196	606,870	92,674
804,358	506,105	(298,253)	11,089,562	10,009,830	(1,079,732)
38,286	12,143	(26,143)	656,936	676,335	19,399
.....	42,426	42,426	1,033,650	914,744	(118,906)
111,926	611,525	499,599	1,144,984	1,846,870	701,886
2,144,928	1,981,678	(163,250)	27,076,818	25,935,565	(1,141,253)
.....	119,236	119,236	3,182,367	3,370,578	188,211
1,367,859	929,623	(438,236)	12,275,807	12,654,372	378,565
.....	.....	.....	2,582,365	2,582,365	.....
653	488	(165)	1,809,045	1,810,395	1,350
1,368,512	1,049,347	(319,165)	19,849,584	20,417,710	568,126
3,513,440	**3,031,025**	**(482,415)**	**46,926,402**	**46,353,275**	**(573,127)**
5,250,405	**4,767,990**	**(482,415)**	**56,316,650**	**55,743,523**	**(573,127)**
408,157	379,807	28,350	3,247,846	3,130,459	117,387
70,592	56,183	14,409	513,793	464,774	49,019
211,000	182,240	28,760	1,428,173	1,276,722	151,451
134,334	113,500	20,834	4,422,263	4,149,160	273,103
34,667	29,388	5,279	162,549	138,955	23,594
4,645	4,048	597	5,547	4,656	891
377,608	377,608	.....	3,049,184	3,049,184	.....
7	.....	7	7	.....	7
1,113,522	840,827	272,695	10,842,604	10,159,027	683,577
.....	.....	.....	1,647,933	896,042	751,891
.....	.....	.....	29,028	29,028	.....
19,036	19,036	.....	172,419	172,419	.....
16,347	16,347	.....	17,599	17,599	.....
2,349	1,718	631	156,235	146,561	9,674
.....	.....	.....	2,732,838	2,571,599	161,239
.....	.....	.....	.....	.....	.....
99	99	.....	265	265	.....
2,392,363	2,020,801	371,562	28,428,283	26,206,450	2,221,833
298,008	298,008	.....	10,356,304	10,356,304	.....
.....	.....	.....	2,267,445	2,267,445	.....
5,506	5,506	.....	228,532	228,532	.....
754,172	754,172	.....	7,256,226	7,256,226	.....
1,057,686	1,057,686	.....	20,108,507	20,108,507	.....
3,450,049	**3,078,487**	**371,562**	**48,536,790**	**46,314,957**	**2,221,833**
$ 1,800,356	**$ 1,689,503**	**$ (110,853)**	**$ 7,779,860**	**$ 9,428,566**	**$ 1,648,706**

WEKIWA SPRINGS STATE PARK

Wekiwa Springs State Park comprises approximately 8,000 acres of wild scenery that offers an opportunity to see how areas of central Florida looked when the Timucuan Indians speared fish in the spring-fed creeks and stalked the uplands. They left a number of mounds that are still visible today. The main spring pumps approximately 42 million gallons of water each day. Wekiwa Springs State Park opened to the public in 1970.

Wekiwa Springs, for which the park is named, is one of the region's familiar and popular geologic features. The spring's name is derived from the Creek Indian word "Wekiwa" meaning "spring of water" or "bubbling water." Wekiwa Springs is the headwaters for the Wekiva River. "Wekiva" means "flowing water." Springs commonly occur along each side of Florida's central ridge. The streams created by two such springs form the northern and eastern park boundaries. Rock Springs Run and Wekiwa Springs Run merge to form the Wekiva River, which flows into the St. Johns River fifteen miles to the northeast. Witherington Springs, located near the center of the park, forms Mill Creek, which flows into the swamp bordering Rock Springs Run.

The wide diversity of plant communities found in Wekiwa Springs State Park provides year-round food and protective cover for equally diverse and abundant animal populations. Each plant community provides food in the form of seeds, nuts, berries, and foliage during different seasons. Deer range from the high sandhills and scrub down through the flatwoods to the hammocks and swamps. Gray fox, bobcat, raccoon, opossum, and black bear range across the entire park and are not restricted to any one habitat.



Wekiwa Springs
Photo by Joe Kenner

Source: Florida Department of Environmental Protection website,
http://www.dep.state.fl.us/parks/district3/wekiwaspring/index.asp

Component Unit Combining Financial Statements

Manatee Springs

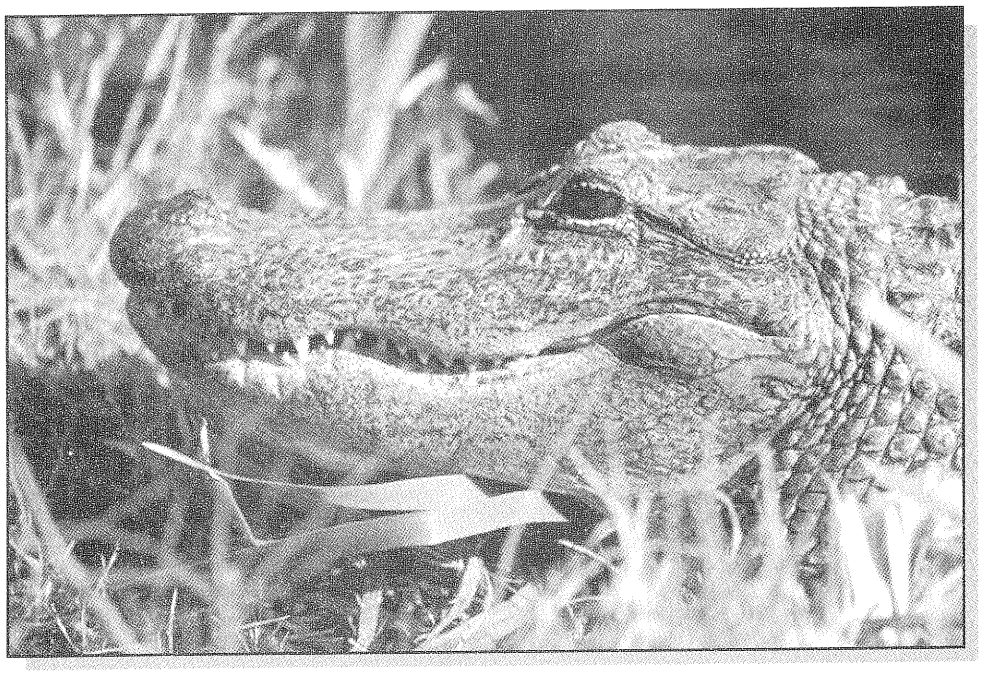
Photo by James A. Stevenson

EDWARD BALL WAKULLA SPRINGS STATE PARK

One of the world's largest and deepest fresh water springs highlights the 2,860-acre Edward Ball Wakulla Springs State Park. Cave divers have determined that Wakulla Spring flows from one of the longest underwater cave systems in the United States, and the spring bowl is one of the deepest in Florida. From the spring's surface, depths plunge straight down to a large cavern entrance at 125 feet. Depths continue to more than 185 feet through an extensive cave system that is still being mapped and explored by dive projects. There are more than 10,000 feet of mapped underwater tunnels extending to 320 feet. One major tunnel was mapped to a horizontal distance of 4,176 feet from the entrance.

The bowl of the spring covers approximately three acres. The water temperature remains a relatively constant 70 degrees year round. A record peak flow from the spring on April 11, 1973, was measured at 14,325 gallons per second – equal to 1.2 billion gallons per day. The current discharge averages 252 million gallons per day.

Glass bottom boats allow visitors to view the deep spring and clearly see the mouth of the cavern 125 feet below. The tunnel floor, 70 to 150 feet wide, holds scattered remnants of bones of mastadons and sloths, and charcoal remains of fires indicate the presence of Ice-Age peoples when water levels were lower and the cave was dry. There are also wildlife observation boat tours downstream among ancient cypress trees, remarkable bird life, and some of the largest wild alligators in Florida.



Alligator

Source: Florida Department of Environmental Protection website,
http://www.dep.state.fl.us/parks/district1/wakullasprings/index.asp

Other Component Units

Component units are organizations which are legally separate from the State, and for which the State is financially accountable, or whose relationships with the State are such that exclusion would cause the State's financial statements to be misleading or incomplete. These legally separate organizations are managed independently, outside the State's budgeting process, and their powers generally are vested in a governing board pursuant to various State statutes. The following combining statements exclude the State's community colleges, which are shown separately on the combined financial statements.

Due to the large number of the State's component units, the accompanying financial statements present combining financial data for other component units aggregated in two levels as follows: (1) governmental fund types and not-for-profit organizations; proprietary fund types; fiduciary fund types; and account groups; and (2) the State agencies with which they are associated.

Governmental Fund Types and Not-For-Profit Organizations

This category accounts for the acquisition, use, and balances of other component units' expendable financial resources and related current liabilities, except those accounted for in proprietary funds. This group includes water management districts, transportation authorities, and direct support organizations of the State University System.

Proprietary Fund Types

This category accounts for other component units' activities that are similar to those often found in the private sector. This group includes transportation authorities, insurance funds, Florida Housing Finance Corporation, and Prison Rehabilitative Industries and Diversified Enterprises, Inc.

Fiduciary Fund Types

This category accounts for assets held by other component units in a trustee capacity and/or as an agent for other organizations, governmental units, or funds. This group includes an expendable trust fund and a nonexpendable trust fund at the water management districts.

Account Groups

The account groups provide accountability for and control of other component units' general fixed assets and general long-term debt. This group includes water management districts and transportation authorities.

COMBINING BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
DISCRETELY PRESENTED OTHER COMPONENT UNITS
JUNE 30, 2001
(in thousands)

	Governmental Fund Types and Not-For-Profits	Proprietary Fund Types	Fiduciary Fund Types	Account Groups	Total 6/30/01
ASSETS					
Cash and cash equivalents	$ 235,060	$ 203,848	$	$	$ 438,908
Investments	2,791,872	1,421,858	79,762	.....	4,293,492
Receivables, net	417,160	87,168	447	.....	504,775
Due from other funds	13,817	.....	.....	.....	13,817
Due from component units/primary	562,616	469,339	.....	.....	1,031,955
Inventories	7,937	14,374	.....	.....	22,311
Loans and notes receivable, net	41,708	2,462,739	.....	.....	2,504,447
Restricted cash and cash equivalents	29	16,554	.....	.....	16,583
Restricted investments	3,441	38,621	.....	.....	42,062
Deferred fiscal charges and other assets	286,377	33,885	.....	.....	320,262
Land	86,773	12,388	.....	1,908,757	2,007,918
Buildings and improvements	609,737	1,439,083	.....	137,910	2,186,730
Furniture and equipment	222,336	115,378	.....	633,216	970,930
Construction in progress	50,022	181,369	.....	166,078	397,469
Accumulated depreciation	(32,146)	(102,417)	.....	.....	(134,563)
Amount available in debt service fund	.....	.....	.....	99,255	99,255
Amount to be provided	.....	.....	.....	397,641	397,641
TOTAL ASSETS	**$ 5,296,739**	**$ 6,394,187**	**$ 80,209**	**$ 3,342,857**	**$ 15,113,992**
LIABILITIES AND FUND EQUITY					
Liabilities:					
Accounts payable and accrued liabilities	$ 248,919	$ 469,638	$	$ 3,563	$ 722,120
Due to other funds	13,817	.....	.....	.....	13,817
Due to component units/primary	198,176	321,426	.....	6,738	526,340
Bonds payable	662,044	4,308,280	.....	325,559	5,295,883
Notes and leases payable	30,790	.....	.....	4,620	35,410
Deferred revenues	252,681	31,220	.....	25,824	309,725
Compensated absences	12,140	744	.....	21,338	34,222
Other liabilities	170,457	60,997	.....	109,254	340,708
Total Liabilities	**1,589,024**	**5,192,305**	**.....**	**496,896**	**7,278,225**
Fund Equity:					
Contributed capital	.....	159,049	.....	.....	159,049
Investment in fixed assets	.....	.....	.....	2,845,961	2,845,961
Retained Earnings:					
Reserved	.....	566,128	.....	.....	566,128
Unreserved	.....	476,705	.....	.....	476,705
Fund Balances:					
Reserved	447,363	.....	80,008	.....	527,371
Unreserved	3,260,352	.....	201	.....	3,260,553
Total Fund Equity	**3,707,715**	**1,201,882**	**80,209**	**2,845,961**	**7,835,767**
TOTAL LIABILITIES AND FUND EQUITY	**$ 5,296,739**	**$ 6,394,187**	**$ 80,209**	**$ 3,342,857**	**$ 15,113,992**

Other Component Units - Governmental Fund Types and Not-For-Profit Organizations

COMBINING BALANCE SHEET
ALL GOVERNMENTAL FUND TYPES AND NOT-FOR-PROFIT ORGANIZATIONS
DISCRETELY PRESENTED OTHER COMPONENT UNITS
JUNE 30, 2001
(in thousands)

	Departments of				
				Education	
	Environmental Protection	Agriculture	State	SUS DSO's	Education DSO's
ASSETS					
Cash and cash equivalents	$ 4,035	$ 1,068	$ 859	$ 175,346	$ 4,236
Investments	210,951	2,243	.....	2,466,709	25,594
Receivables, net	10,055	464	126	387,092	276
Due from other funds	13,817	.....	.....	.....	.....
Due from component units/primary	374,386	970	.....	171,818	560
Inventories	1,326	1	7	3,962	.....
Loans and notes receivable, net	.....	.....	.....	4,168	1,237
Restricted cash and cash equivalents	.....	.....	.....	.....	.....
Restricted investments	.....	.....	.....	.....	.....
Deferred fiscal charges and other assets	1,533	118	1	172,569	131
Land	.....	2,812	.....	83,211	.....
Buildings and improvements	.....	31,744	.....	536,677	.....
Furniture and equipment	.....	3,077	293	212,984	542
Construction in progress	.....	1,787	.....	47,826	.....
Accumulated depreciation	.....	(22,293)	.....	.....	(281)
TOTAL ASSETS	**$ 616,103**	**$ 21,991**	**$ 1,286**	**$ 4,262,362**	**$ 32,295**
LIABILITIES AND FUND EQUITY					
Liabilities:					
Accounts payable and accrued liabilities	$ 49,917	$ 1,026	$ 13	$ 167,255	$ 1,162
Due to other funds	13,817	.....	.....	.....	.....
Due to component units/primary	871	.....	.....	187,245	.....
Bonds payable	.....	.....	.....	660,844	.....
Notes and leases payable	.....	.....	.....	30,758	.....
Deferred revenues	35,013	19	.....	96,806	887
Compensated absences	.....	.....	.....	12,075	.....
Other liabilities	193	.....	.....	135,724	35
Total Liabilities	**99,811**	**1,045**	**13**	**1,290,707**	**2,084**
Fund Balances:					
Reserved	347,497	.....	.....	.....	40
Unreserved	168,795	20,946	1,273	2,971,655	30,171
Total Fund Balances	**516,292**	**20,946**	**1,273**	**2,971,655**	**30,211**
TOTAL LIABILITIES AND FUND BALANCES	**$ 616,103**	**$ 21,991**	**$ 1,286**	**$ 4,262,362**	**$ 32,295**

Departments of Transportation	Agency for Health Care Administration	Executive Office of the Governor	Public Service Commission	Other	Total 6/30/01
$ 416	$ 6,370	$ 31,394	$ 4,731	$ 6,605	$ 235,060
85,262	.....	865	.....	248	2,791,872
726	9,556	7,779	865	221	417,160
.....	.....	.....	.....	.....	13,817
.....	.....	3,724	.....	11,158	562,616
.....	.....	2,633	.....	8	7,937
.....	.....	36,303	.....	.....	41,708
.....	.....	.....	.....	29	29
.....	.....	.....	.....	3,441	3,441
109,354	63	1,161	1,447	.....	286,377
.....	.....	750	.....	.....	86,773
.....	.....	29,348	.....	11,968	609,737
.....	282	3,181	260	1,717	222,336
.....	.....	409	.....	.....	50,022
.....	.....	(6,741)	(178)	(2,653)	(32,146)
$ 195,758	**$ 16,271**	**$ 110,806**	**$ 7,125**	**$ 32,742**	**$ 5,296,739**
$ 162	$ 400	$ 17,293	$ 1,059	$ 10,632	$ 248,919
.....	.....	.....	.....	.....	13,817
3,257	.....	6,803	.....	.....	198,176
.....	.....	1,200	.....	.....	662,044
.....	.....	.....	.....	32	30,790
109,352	2,588	4,559	.....	3,457	252,681
.....	.....	65	.....	.....	12,140
.....	.....	34,505	.....	.....	170,457
112,771	**2,988**	**64,425**	**1,059**	**14,121**	**1,589,024**
85,367	.....	.....	.....	14,459	447,363
(2,380)	13,283	46,381	6,066	4,162	3,260,352
82,987	**13,283**	**46,381**	**6,066**	**18,621**	**3,707,715**
$ 195,758	**$ 16,271**	**$ 110,806**	**$ 7,125**	**$ 32,742**	**$ 5,296,739**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES AND NOT-FOR-PROFIT ORGANIZATIONS
DISCRETELY PRESENTED OTHER COMPONENT UNITS
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(in thousands)

	Departments of			Education	
	Environmental Protection	Agriculture	State	SUS DSO's	Education DSO's
REVENUES					
Taxes	$ 413,524	$	$	$	$ .....
Licenses and permits	17,334	.....	.....	.....	.....
Fees and charges	1,983	13,107	300	1,266,178	52
Grants and donations	59,206	1,104	867	464,434	15,592
Investment earnings	34,563	334	28	201,179	9,601
Fines, forfeits, settlements and judgments	17	.....	.....	.....	.....
Flexible benefits contributions	.....	.....	.....	.....	.....
Refunds	.....	.....	.....	.....	.....
Other	12,170	.....	.....	86,003	.....
TOTAL REVENUES	**538,797**	**14,545**	**1,195**	**2,017,794**	**25,245**
EXPENDITURES					
Current:					
Expenditures	399,857	13,771	7,332	1,442,245	18,802
Capital outlay	210,953	.....	.....	.....	.....
Debt service:					
Principal retirement	10,508	.....	.....	.....	.....
Interest and fiscal charges	8,305	.....	.....	.....	.....
TOTAL EXPENDITURES	**629,623**	**13,771**	**7,332**	**1,442,245**	**18,802**
EXCESS/(DEFICIENCY) OF REVENUES OVER EXPENDITURES	**(90,826)**	**774**	**(6,137)**	**575,549**	**6,443**
OTHER FINANCING SOURCES/(USES)					
Operating transfers in	66,238	.....	.....	.....	.....
Operating transfers out	(80,976)	.....	.....	.....	.....
Transfers in from component units/primary	167,050	.....	.....	5,082	12,185
Transfers out to component units/primary	.....	.....	.....	(168,085)	.....
Proceeds of financing agreements	11,335	.....	.....	.....	.....
TOTAL OTHER FINANCING SOURCES/(USES)	**163,647**	.....	.....	**(163,003)**	**12,185**
EXCESS/(DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	**72,821**	**774**	**(6,137)**	**412,546**	**18,628**
Fund Balances, July 1	498,236	20,172	7,410	2,549,379	11,580
Adjustments to increase/(decrease) beginning fund balances	(54,765)	.....	.....	9,730	3
Fund Balances, July 1, as restated	443,471	20,172	7,410	2,559,109	11,583
FUND BALANCES, JUNE 30	**$ 516,292**	**$ 20,946**	**$ 1,273**	**$ 2,971,655**	**$ 30,211**

Departments of Transportation	Agency for Health Care Administration	Executive Office of the Governor	Public Service Commission	Other	Total 6/30/01
$	$	$	$	$	$ 413,524
.....	.....	.....	.....	.....	17,334
.....	.....	39,241	10,295	1,921	1,333,077
41	94,141	7,648	.....	3,937	646,970
11,884	504	2,798	495	865	262,251
.....	.....	.....	175	17	209
.....	.....	111	.....	.....	111
.....	.....	.....	.....	167	167
1,323	17,142	3,771	.....	346	120,755
13,248	**111,787**	**53,569**	**10,965**	**7,253**	**2,794,398**
543	106,652	92,522	14,765	10,461	2,106,950
.....	.....	.....	.....	22	210,975
4,541	.....	.....	.....	.....	15,049
9,028	.....	.....	.....	.....	17,333
14,112	**106,652**	**92,522**	**14,765**	**10,483**	**2,350,307**
(864)	**5,135**	**(38,953)**	**(3,800)**	**(3,230)**	**444,091**
.....	.....	.....	.....	.....	66,238
.....	.....	.....	.....	.....	(80,976)
.....	.....	41,797	.....	3,704	229,818
(22)	.....	.....	.....	(12,185)	(180,292)
.....	.....	.....	.....	.....	11,335
(22)	**.....**	**41,797**	**.....**	**(8,481)**	**46,123**
(886)	**5,135**	**2,844**	**(3,800)**	**(11,711)**	**490,214**
83,873	8,148	40,960	7,095	30,144	3,256,997
.....	.....	2,577	2,771	188	(39,496)
83,873	8,148	43,537	9,866	30,332	3,217,501
$ 82,987	**$ 13,283**	**$ 46,381**	**$ 6,066**	**$ 18,621**	**$ 3,707,715**

GREAT SEAL OF THE STATE OF FLORIDA
IN GOD WE TRUST

Other Component Units - Proprietary Fund Types

COMBINING BALANCE SHEET
ALL PROPRIETARY FUND TYPES
DISCRETELY PRESENTED OTHER COMPONENT UNITS
JUNE 30, 2001
(in thousands)

	Departments of					Total
	Environmental Protection	Insurance	Community Affairs	Transportation	Corrections	6/30/01
ASSETS						
Cash and cash equivalents	$ 6,260	$ 2,348	$ 187,968	$ 6,927	$ 345	$ 203,848
Investments	.....	19,869	1,316,890	85,016	83	1,421,858
Receivables, net	62	22,608	43,515	13,126	7,857	87,168
Due from component units/primary	.....	322,448	593	139,490	6,808	469,339
Inventories	.....	.....	.....	591	13,783	14,374
Loans and notes receivable, net	.....	.....	2,462,739	.....	.....	2,462,739
Restricted cash and cash equivalents	.....	.....	.....	16,554	.....	16,554
Restricted investments	.....	.....	.....	38,621	.....	38,621
Deferred fiscal charges and other assets	216	2,697	17,193	13,217	562	33,885
Land	.....	.....	.....	12,208	180	12,388
Buildings and improvements	.....	.....	.....	1,412,654	26,429	1,439,083
Furniture and equipment	.....	579	2,799	81,324	30,676	115,378
Construction in progress	.....	.....	.....	181,216	153	181,369
Accumulated depreciation	.....	(399)	(1,589)	(65,349)	(35,080)	(102,417)
TOTAL ASSETS	**$ 6,538**	**$ 370,150**	**$ 4,030,108**	**$ 1,935,595**	**$ 51,796**	**$ 6,394,187**
LIABILITIES AND FUND EQUITY						
Liabilities:						
Accounts payable and accrued liabilities	$ 5,321	$ 283,313	$ 123,975	$ 47,089	$ 9,940	$ 469,638
Due to component units/primary	.....	.....	24,827	296,323	276	321,426
Bonds payable	.....	.....	3,245,086	1,063,194	.....	4,308,280
Deferred revenues	.....	1,725	29,440	55	.....	31,220
Compensated absences	119	.....	191	434	.....	744
Other liabilities	.....	23,097	32,886	837	4,177	60,997
Total Liabilities	**5,440**	**308,135**	**3,456,405**	**1,407,932**	**14,393**	**5,192,305**
Fund Equity:						
Contributed capital	.....	20,547	.....	138,502	.....	159,049
Retained Earnings:						
Reserved	.....	6,335	514,736	45,057	.....	566,128
Unreserved	1,098	35,133	58,967	344,104	37,403	476,705
Total Fund Equity	**1,098**	**62,015**	**573,703**	**527,663**	**37,403**	**1,201,882**
TOTAL LIABILITIES AND FUND EQUITY	**$ 6,538**	**$ 370,150**	**$ 4,030,108**	**$ 1,935,595**	**$ 51,796**	**$ 6,394,187**

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
ALL PROPRIETARY FUND TYPES
DISCRETELY PRESENTED OTHER COMPONENT UNITS
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(in thousands)

	Departments of Environmental Protection	Insurance	Community Affairs	Transportation	Corrections	Total 6/30/01
OPERATING REVENUES						
Sales -- state	$ 2,520	$	$	$	$	$ 2,520
Sales -- nonstate	.....	20,022	.....	167,664	93,677	281,363
Program interest	.....	.....	123,674	.....	.....	123,674
Other	48	2,598	.....	.....	486	3,132
TOTAL OPERATING REVENUES	**2,568**	**22,620**	**123,674**	**167,664**	**94,163**	**410,689**
OPERATING EXPENSES						
Personal services	630	165	.....	66,154	.....	66,949
Contractual services	720	1,781	.....	.....	.....	2,501
Materials and supplies	18	203	.....	.....	7,326	7,547
Bad debt	.....	.....	15,222	.....	.....	15,222
Depreciation	.....	77	.....	14,774	.....	14,851
Interest and fiscal charges	.....	13	.....	.....	.....	13
Insurance claims	1,605	39,064	.....	.....	.....	40,669
Repairs and maintenance	.....	.....	.....	11,839	.....	11,839
Cost of goods sold	.....	.....	.....	.....	86,106	86,106
TOTAL OPERATING EXPENSES	**2,973**	**41,303**	**15,222**	**92,767**	**93,432**	**245,697**
OPERATING INCOME/(LOSS)	**(405)**	**(18,683)**	**108,452**	**74,897**	**731**	**164,992**
NONOPERATING REVENUES/(EXPENSES)						
Grants and contributions	.....	.....	28,300	76,669	.....	104,969
Investment earnings	423	27,719	99,651	22,364	.....	150,157
Interest and fiscal charges	.....	.....	(174,723)	(62,931)	(272)	(237,926)
Grant expense and client benefits	.....	.....	(140,546)	.....	(1,277)	(141,823)
Other	.....	(903)	(8,586)	(190)	(1,162)	(10,841)
TOTAL NONOPERATING REVENUES/(EXPENSES)	**423**	**26,816**	**(195,904)**	**35,912**	**(2,711)**	**(135,464)**
INCOME/(LOSS) BEFORE OPERATING TRANSFERS	**18**	**8,133**	**(87,452)**	**110,809**	**(1,980)**	**29,528**
Transfers in from component units/primary	.....	1,025	164,649	4,761	270	170,705
Transfers out to component units/primary	.....	(1,025)	.....	.....	.....	(1,025)
NET INCOME/(LOSS)	**18**	**8,133**	**77,197**	**115,570**	**(1,710)**	**199,208**
Retained Earnings, July 1	1,080	35,882	496,506	273,591	42,826	849,885
Adjustments to increase/(decrease) beginning retained earnings	.....	(2,547)	.....	.....	(3,713)	(6,260)
Retained Earnings, July 1, as restated	1,080	33,335	496,506	273,591	39,113	843,625
RETAINED EARNINGS, JUNE 30	**$ 1,098**	**$ 41,468**	**$ 573,703**	**$ 389,161**	**$ 37,403**	**$1,042,833**

COMBINING STATEMENT OF CASH FLOWS
ALL PROPRIETARY FUND TYPES
DISCRETELY PRESENTED OTHER COMPONENT UNITS
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(in thousands)

	Departments of Environmental Protection	Insurance	Community Affairs
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash from customers and users	$ 2,520	$ 23,359	$ 152,381
Cash paid to suppliers and vendors	(1,364)	(2,057)	.....
Cash paid to employees	(626)	(221)	(3,084)
Cash paid for insurance claims	48	(25,775)	.....
Cash paid for housing loans issued	.....	.....	(401,005)
Cash paid for client benefits	(326)	.....	(140,546)
NET CASH PROVIDED/(USED) BY OPERATING ACTIVITIES	**252**	**(4,694)**	**(392,254)**
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Transfers in from other funds	.....	.....	164,649
Advances from other funds	.....	.....	.....
Payment of bonds and loans	.....	.....	(307,513)
Bond proceeds from loan program	.....	.....	652,570
Donations	.....	2,861	.....
NET CASH PROVIDED/(USED) BY NONCAPITAL FINANCING ACTIVITIES	**.....**	**2,861**	**509,706**
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Proceeds from sale of fixed assets	.....	.....	.....
Proceeds from sale of bonds	.....	.....	.....
Payment of bonds and loans	.....	.....	.....
Principal on installment purchases/leases	.....	.....	.....
Payment of interest	.....	(8)	(165,352)
Purchase or construction of fixed assets	.....	(30)	(358)
NET CASH PROVIDED/(USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	**.....**	**(38)**	**(165,710)**
CASH FLOWS FROM INVESTING ACTIVITIES:			
Sale or maturity of investments	455	797,856	3,137,763
Investment earnings	.....	20,732	98,422
Purchase of investments	.....	(818,022)	(3,174,468)
NET CASH PROVIDED/(USED) BY INVESTING ACTIVITIES	**455**	**566**	**61,717**
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	**707**	**(1,305)**	**13,459**
Cash and cash equivalents, July 1	5,553	3,653	174,509
CASH AND CASH EQUIVALENTS, JUNE 30	**$ 6,260**	**$ 2,348**	**$ 187,968**

Departments of Transportation	Departments of Corrections	Total 6/30/01
$ 166,892	$ 91,418	$ 436,570
(43,830)	(81,563)	(128,814)
(4,523)	(12,008)	(20,462)
.....	.....	(25,727)
.....	.....	(401,005)
(27,092)	(1,554)	(169,518)
91,447	**(3,707)**	**(308,956)**
15,830	.....	180,479
30,253	4,750	35,003
(162)	(295)	(307,970)
.....	.....	652,570
240	.....	3,101
46,161	**4,455**	**563,183**
20,729	1,815	22,544
.....	2,533	2,533
(8,870)	.....	(8,870)
.....	.....	.....
(57,669)	(421)	(223,450)
(120,664)	(7,588)	(128,640)
(166,474)	**(3,661)**	**(335,883)**
267,432	.....	4,203,506
21,453	.....	140,607
(261,930)	.....	(4,254,420)
26,955	.....	**89,693**
(1,911)	**(2,913)**	**8,037**
25,392	3,258	212,365
$ 23,481	**$ 345**	**$ 220,402**

COMBINING STATEMENT OF CASH FLOWS
ALL PROPRIETARY FUND TYPES
DISCRETELY PRESENTED COMPONENT UNITS
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(In thousands)

RECONCILIATION OF OPERATING INCOME TO
NET CASH PROVIDED BY OPERATING ACTIVITIES

	Departments of		
	Environmental Protection	Insurance	Community Affairs
OPERATING INCOME/LOSS	$ (405)	$ (18,683)	$ 108,452
Adjustment to reconcile operating income to net cash provided/(used) by operating activities:			
Depreciation and amortization expense	.....	.....	898
(Increase)/decrease in accounts receivable	(9)	(6,538)	(387,808)
(Increase)/decrease in inventories	.....	.....	.....
Increase/(decrease) in accounts payable	662	20,527	12,018
Increase/(decrease) in compensated absences	4	.....	39
Increase/(decrease) in due to other funds	.....	.....	.....
Increase/(decrease) in deferred revenues	.....	.....	746
Collection of the loan program	.....	.....	431,737
Cash used for housing loans program	.....	.....	(401,115)
Cash used for client benefits	.....	.....	(157,221)
NET CASH PROVIDED/(USED) BY OPERATING ACTIVITIES	**$ 252**	**$ (4,694)**	**$ (392,254)**

NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES

Capital Appreciation	$	$	$ .....
Distributions/transfers in of fixed assets	$	$	$ .....

Departments of Transportation	Departments of Corrections	Total 6/30/01
$ 74,897	$ 731	$ 164,992
14,774	.....	15,672
(4,832)	(3,524)	(402,711)
4,494	(4,081)	413
2,814	3,443	39,464
128	.....	171
(828)	(276)	(1,104)
.....	.....	746
.....	.....	431,737
.....	.....	(401,115)
.....	.....	(157,221)
$ 91,447	**$ (3,707)**	**$ (308,956)**
$ 705	$	$ 705
$	$ 270	$ 270

GREAT SEAL OF THE STATE OF FLORIDA
IN GOD WE TRUST

Other Component Units - Fiduciary Fund Types

COMBINING BALANCE SHEET
ALL FIDUCIARY FUND TYPES
DISCRETELY PRESENTED OTHER COMPONENT UNITS
JUNE 30, 2001
(in thousands)

	Expendable Trust	Nonexpendable Trust	Total 6/30/01
ASSETS			
Investments	$ 75,353	$ 4,409	$ 79,762
Receivables, net	369	78	447
TOTAL ASSETS	**$ 75,722**	**$ 4,487**	**$ 80,209**
FUND BALANCES			
Reserved	75,722	4,286	80,008
Unreserved	.....	201	201
TOTAL FUND BALANCES	**$ 75,722**	**$ 4,487**	**$ 80,209**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
ALL FIDUCIARY FUND TYPES
DISCRETELY PRESENTED OTHER COMPONENT UNITS
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(in thousands)

	Expendable Trust 6/30/01	Nonexpendable Trust 6/30/01
REVENUES		
Investment earnings	$ 3,521	
OTHER FINANCING SOURCES (USES)		
Operating transfers in	14,954	
EXCESS/(DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	18,475	
OPERATING REVENUE		
Other		$ 446
NONOPERATING REVENUE		
Investment earnings		236
INCOME BEFORE OPERATING TRANSFERS		682
Operating transfers out		(217)
NET INCOME/(LOSS)		465
Fund Balances, July 1	57,247	4,022
FUND BALANCES, JUNE 30	$ 75,722	$ 4,487

COMBINING STATEMENT OF CASH FLOWS
ALL NONEXPENDABLE TRUST FUNDS
DISCRETELY PRESENTED OTHER COMPONENT UNITS
FOR THE FISCAL YEAR ENDED JUNE 30, 2001
(in thousands)

	ENVIRONMENTAL PROTECTION
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash from customers and users	$ 446
NET CASH USED BY OPERATING ACTIVITIES	**446**
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:	
Transfers in from other funds	(105)
NET CASH PROVIDED/(USED) BY NONCAPITAL FINANCING ACTIVITIES	**(105)**
CASH FLOWS FROM INVESTING ACTIVITIES:	
Investment earnings	236
Purchase of investments	(577)
NET CASH PROVIDED/(USED) BY INVESTING ACTIVITIES	(341)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	.....
Cash and cash equivalents, July 1	.....
CASH AND CASH EQUIVALENTS, JUNE 30	**$** .....
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
OPERATING INCOME/(LOSS)	$ 446
(Increase)/decrease in accounts receivable	.....
NET CASH PROVIDED/(USED) BY OPERATING ACTIVITIES	**$ 446**

Other Component Units - Account Groups

COMBINING BALANCE SHEET
GENERAL FIXED ASSETS AND GENERAL LONG-TERM DEBT ACCOUNT GROUPS
DISCRETELY PRESENTED OTHER COMPONENT UNITS
JUNE 30, 2001
(in thousands)

ASSETS	
Land	$ 1,908,757
Buildings and improvements	137,910
Furniture and equipment	633,216
Construction in progress	166,078
Amount available in debt service fund	99,255
Amount to be provided	397,641
TOTAL ASSETS	**$ 3,342,857**
LIABILITIES AND EQUITY	
Liabilities:	
Accounts payable and accrued liabilities	$ 3,563
Due to component units/primary	6,738
Bonds payable	325,559
Notes and leases payable	4,620
Deferred revenues	25,824
Compensated absences	21,338
Other liabilities	109,254
Total Liabilities	**496,896**
Equity:	
Investment in fixed assets	2,845,961
TOTAL LIABILITIES AND EQUITY	**$ 3,342,857**

Statistical & Economic Data

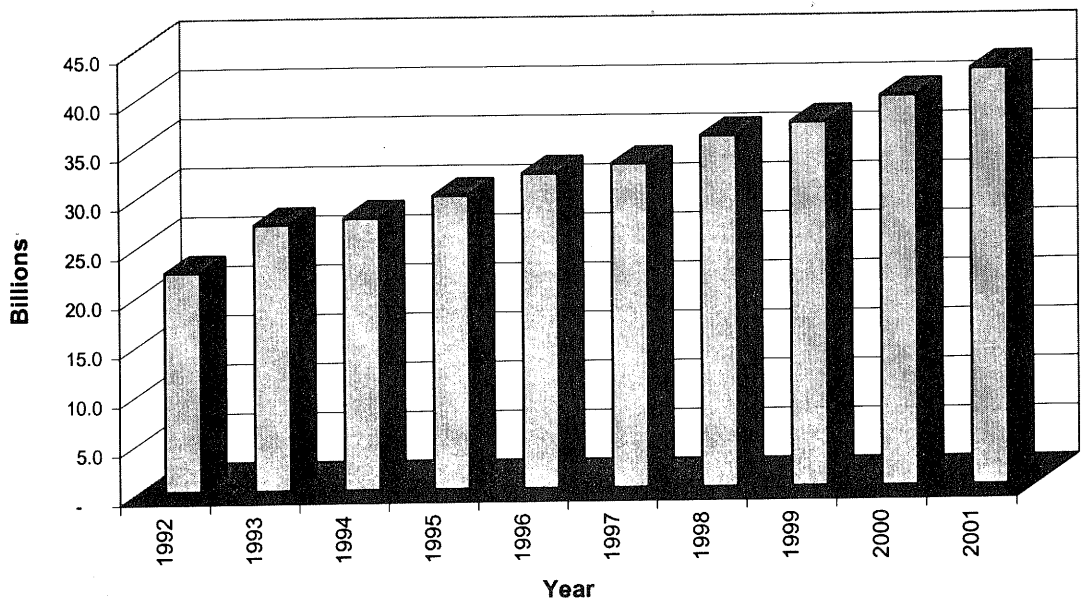
Peacock Springs

Photo by John Moran

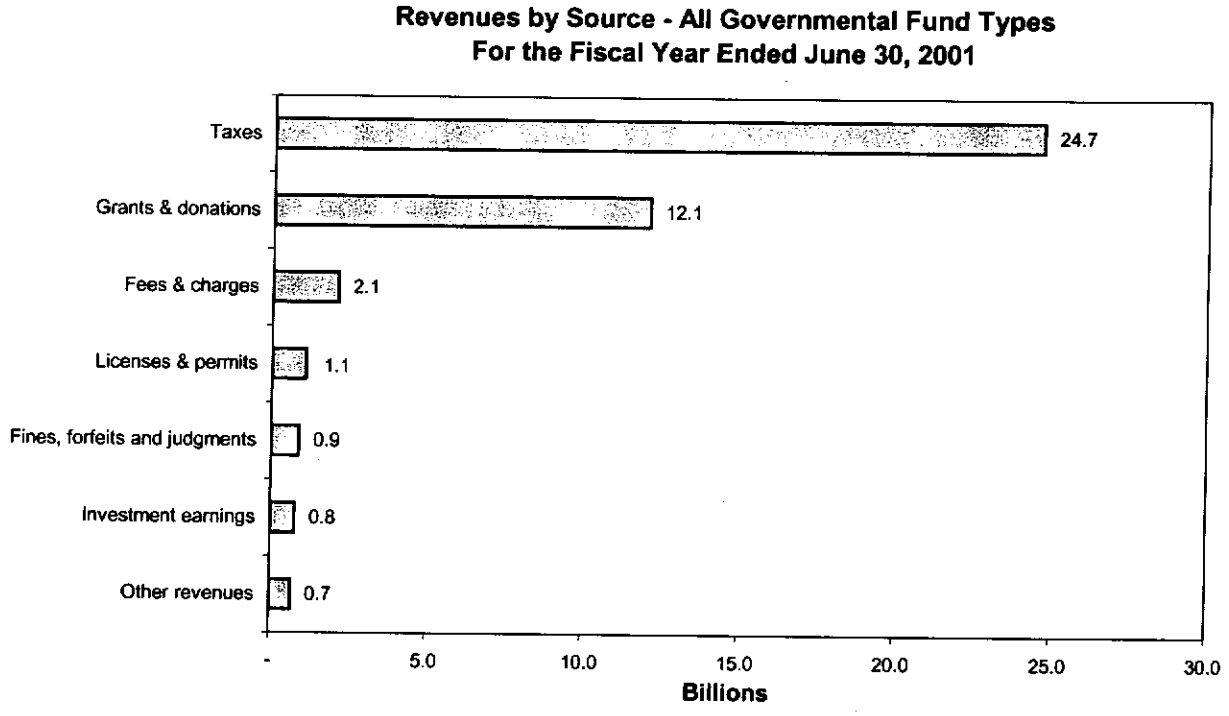
Revenues by Source - All Governmental Fund Types
For the Last Ten Fiscal Years
(in thousands)

Source	1992	1993	1994	1995
Taxes	$ 13,972,062	$ 15,795,969	$ 16,950,102	$ 18,189,386
Licenses and permits	678,858	698,173	755,732	785,524
Fees and charges	1,661,926	2,488,688	2,222,442	2,228,621
Grants and donations	5,241,538	7,205,005	6,878,455	7,560,806
Investment earnings	318,887	336,179	288,997	376,864
Fines, forfeits and judgments	154,029	179,873	181,103	137,715
Flexible benefits contributions	14,375	42,932	47,955	.....
Refunds	238,335	346,477	407,672	573,595
Other revenues	39,993	48,064	567	76
Total	$ 22,320,003	$ 27,141,360	$ 27,733,025	$ 29,852,587

Total Revenues - All Governmental Fund Types
For the Fiscal Years Ended June 30, 1992 - 2001



1996	1997	1998	1999	2000	2001
$ 19,477,977	$ 20,177,324	$ 21,895,836	$ 23,023,672	$ 24,111,360	$ 24,672,588
826,009	836,415	908,028	892,812	964,842	1,072,897
1,566,989	1,819,323	2,582,493	2,278,355	2,092,697	2,051,850
9,216,221	8,935,592	8,933,147	9,827,951	10,492,022	12,056,577
427,631	420,820	589,347	351,026	559,638	849,832
133,553	171,104	338,908	182,965	826,426	923,570
.....	56,708	56,505	58,630	62,230	62,881
453,455	503,094	537,394	459,341	560,451	648,819
875	37,335	7,860	5,921	369	93,292
$ 32,102,710	$ 32,957,715	$ 35,849,518	$ 37,080,673	$ 39,670,035	$ 42,432,306



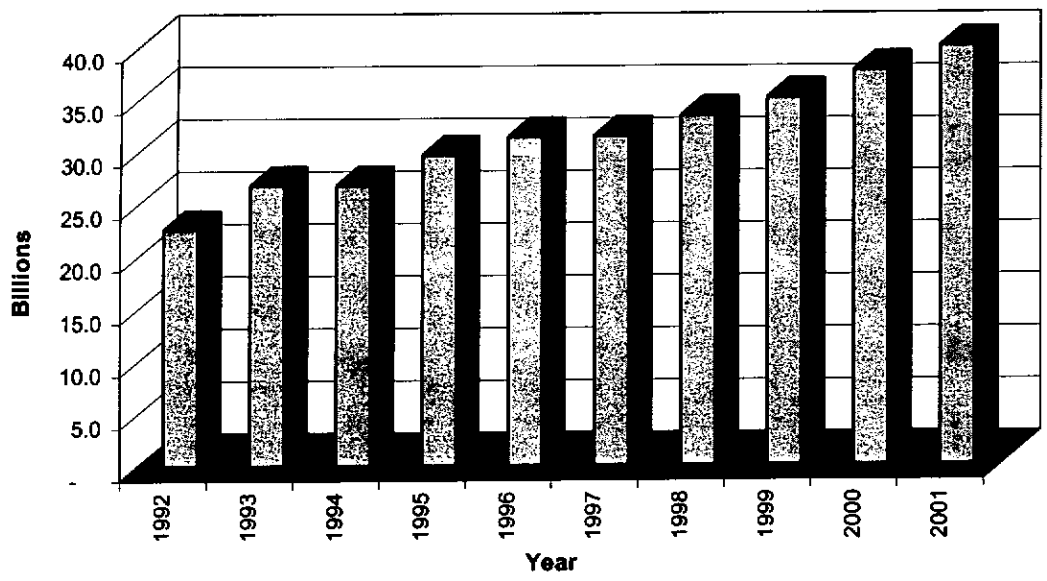
Expenditures by Function - All Governmental Fund Types

For the Last Ten Fiscal Years
(In thousands)

Function *	1992	1993	1994	1995
General government	$ 3,101,306	$ 4,403,035	$ 4,302,219	$ 4,310,881
Education	7,124,196	7,512,100	7,557,352	8,086,313
Human services	7,745,743	9,445,091	8,991,154	10,305,558
Criminal justice & corrections	1,275,978	1,332,396	1,470,203	1,973,136
Natural resources & environment	746,064	1,138,246	1,097,543	1,099,101
Transportation	572,052	604,807	675,432	647,437
State courts	156,837	160,318	163,033	170,904
Capital outlay	1,334,310	1,550,935	1,936,916	2,431,916
Debt service	534,935	645,670	638,288	660,570
Total	$ 22,591,421	$ 26,792,598	$ 26,832,140	$ 29,685,816

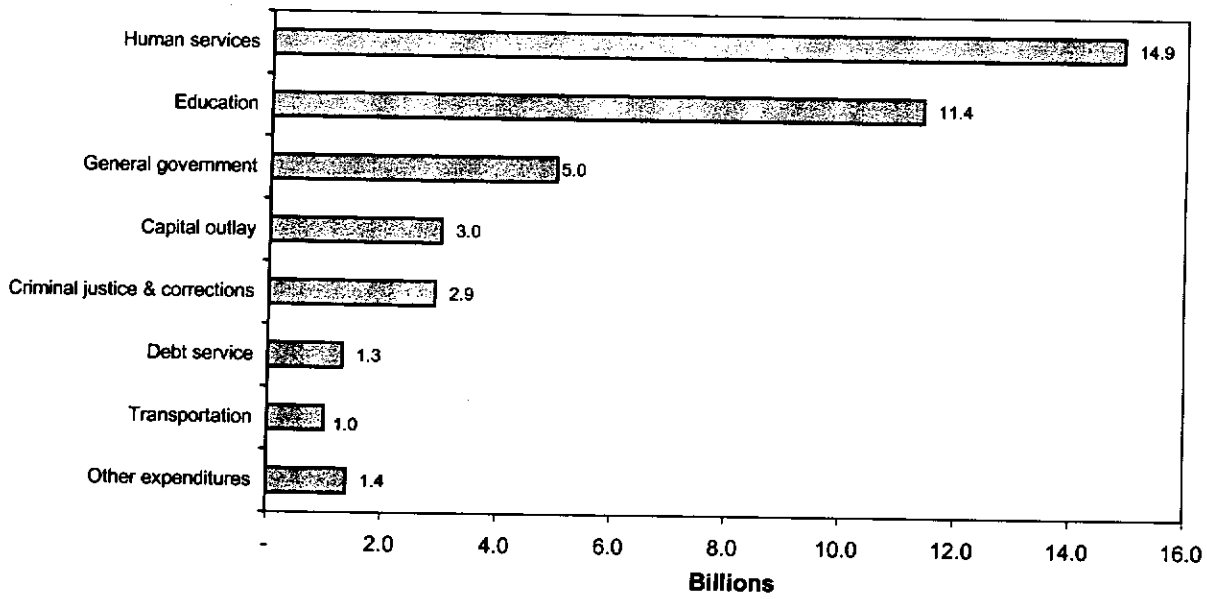
** Note: Fiscal years 1992 - 2000 have been restated from prior years due to a change in functional classification for governmental expenditures.*

Total Expenditures - All Governmental Fund Types
For the Fiscal Years Ended June 30, 1992 - 2001



1996	1997	1998	1999	2000	2001
$ 4,316,136	$ 4,847,734	$ 5,025,083	$ 5,403,482	$ 5,329,404	4,960,492
8,216,522	8,147,709	8,796,753	9,754,933	10,450,798	11,398,475
11,473,863	11,037,467	11,338,746	11,912,576	13,062,077	14,904,923
2,294,100	2,269,209	2,455,275	2,560,501	2,704,713	2,866,308
1,055,370	1,055,428	1,053,812	1,064,071	1,001,294	1,215,071
829,578	893,772	892,787	818,548	904,117	994,832
192,449	183,059	211,054	228,585	238,893	278,505
2,317,256	2,262,697	2,694,903	2,320,142	2,855,857	2,988,018
746,911	797,516	904,607	1,032,219	1,128,248	1,298,710
$ 31,442,185	$ 31,494,591	$ 33,373,020	$ 35,095,057	$ 37,675,401	$ 40,905,334

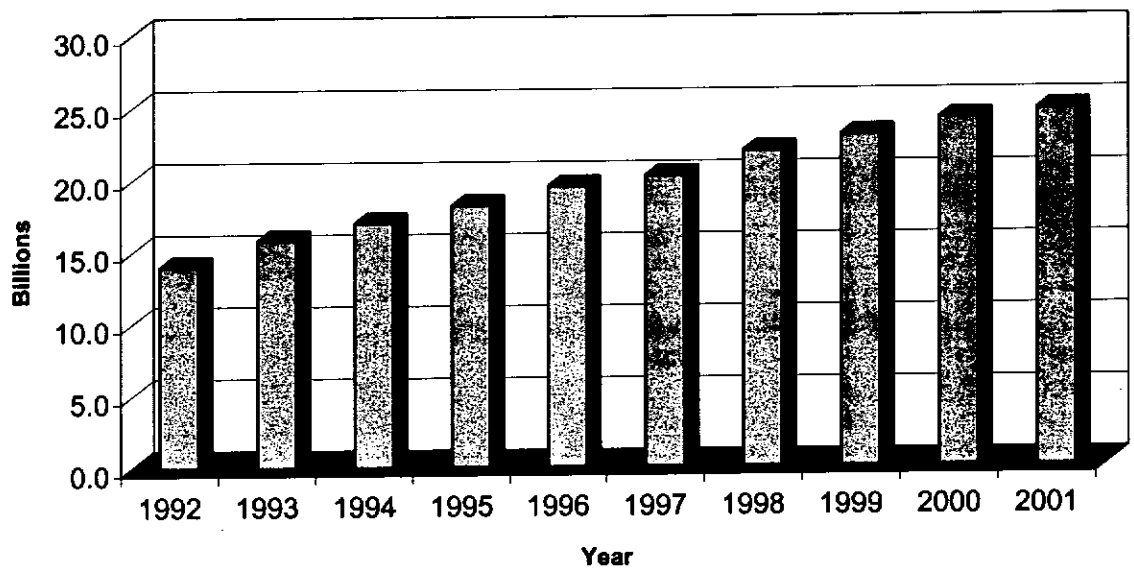
Expenditures by Function - All Governmental Fund Types
For the Fiscal Year Ended June 30, 2001



Tax Revenues by Source - All Governmental Fund Types
For the Last Ten Fiscal Years
(in thousands)

Tax Source	1992	1993	1994	1995	1996
Sales and use tax	$ 8,410,871	$ 9,521,564	$ 10,073,654	$ 11,102,171	$ 12,016,938
Motor fuel tax	1,069,211	1,152,430	1,235,256	1,267,392	1,376,303
Corporate income tax	810,764	853,405	1,047,680	1,055,437	1,087,145
Intangible personal property tax	588,165	788,205	835,121	795,182	983,613
Documentary stamp tax	503,921	639,240	775,662	699,745	791,342
Alcoholic beverage tax	521,453	528,126	551,654	525,692	542,207
Gross receipts utilities tax	392,027	442,416	449,107	511,858	546,856
Cigarette tax	444,377	460,833	432,868	469,779	429,193
Estate tax	291,425	307,472	359,321	436,902	450,500
Insurance premium tax	282,584	290,673	322,023	352,940	402,561
Hospital public assistance tax	154,291	192,511	214,512	239,651	248,433
Workers' compensation special disability tax	110,097	129,981	173,624	228,878	105,064
Pollutant tax	88,981	193,025	196,268	197,202	200,052
Pari-mutuel wagering tax	96,519	86,796	98,669	90,594	85,097
Citrus excise tax	66,808	65,769	53,189	56,578	48,865
Solid minerals severance tax	60,178	56,041	48,270	55,571	45,695
Aviation fuel tax	50,830	55,293	50,527	51,104	63,106
Utility regulatory tax	22,156	22,835	23,813	24,144	25,400
Smokeless tobacco tax	.....	.....	.....	18,566	19,498
Oil and gas production tax	7,092	8,406	6,557	8,470	9,076
Other	312	948	2,327	1,530	1,033
Total	$ 13,972,062	$ 15,795,969	$ 16,950,102	$ 18,189,386	$ 19,477,977

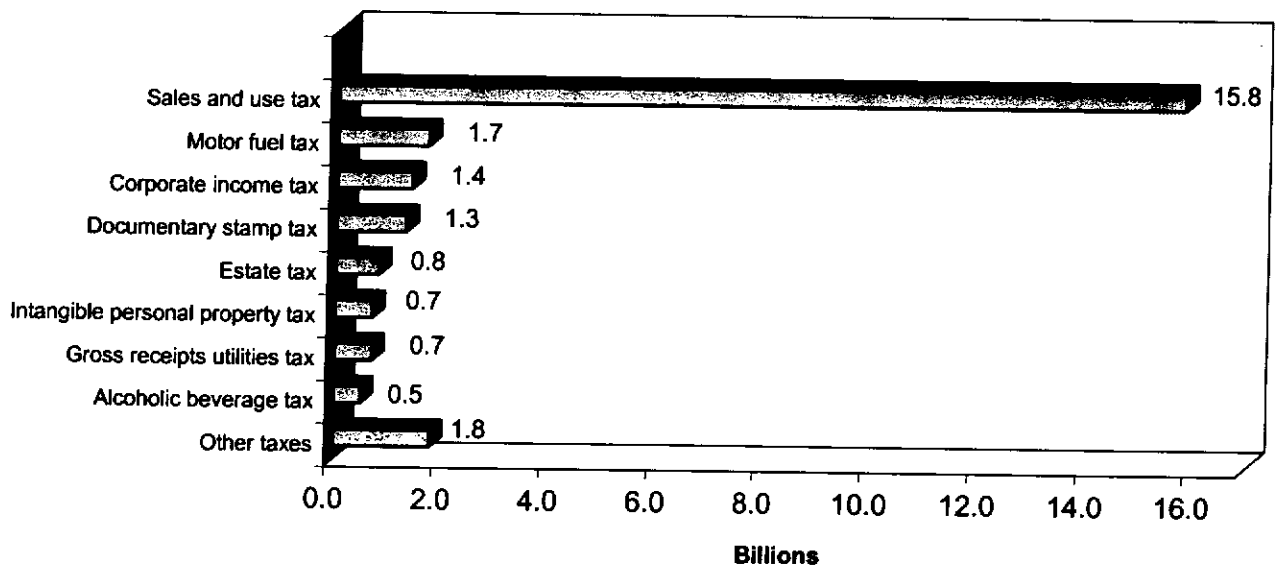
Total Tax Revenues - All Governmental Fund Types
For the Fiscal Years Ended June 30, 1992 - 2001



1997	1998		1999	2000	2001
$ 12,113,145	$ 13,349,272		$ 13,980,931	$ 15,157,048	$ 15,780,333
1,438,264	1,484,631	*	1,517,873	1,627,777	1,719,239
1,358,387	1,395,566		1,466,550	1,396,150	1,360,833
980,914	1,164,297		1,225,302	993,949	729,514
864,216	1,005,378		1,212,421	1,181,198	1,327,349
553,919	566,277		576,629	574,969	545,826
585,466	638,077		647,015	674,966	735,332
431,221	444,838		428,733	419,117	419,260
568,875	563,665		689,771	765,227	785,083
417,775	426,511		403,881	420,000	445,119
253,725	272,722		269,400	277,309	209,084
85,807	71,716		76,695	96,533	110,574
213,843	215,992		228,528	231,065	235,889
64,835	63,526		54,727	51,135	31,286
68,379	65,026		54,114	64,831	60,246
64,680	61,269		64,517	53,017	40,406
55,766	50,278	*	71,695	69,110	75,342
27,173	27,890		29,053	28,239	29,599
19,287	21,001		20,632	21,864	23,529
10,472	6,539		3,974	6,705	8,179
1,175	1,365		1,230	1,151	566
$ 20,177,324	$ 21,895,836		$ 23,023,671	$ 24,111,360	$ 24,672,588

* Restated allocation of aviation fuel tax.

Tax Revenues by Source - All Governmental Fund Types
For the Fiscal Year Ended June 30, 2001



State of Florida
Population by Age

Age Group	2000 Census	Percent	2010 Projection	Percent	2020 Projection	Percent
0 - 14	3,048,560	19.07	3,301,575	17.50	3,699,383	16.98
15 - 24	1,953,978	12.23	2,326,737	12.33	2,405,850	11.04
25 - 44	4,565,761	28.57	4,426,683	23.46	4,838,773	22.20
45 - 64	3,619,912	22.65	5,295,212	28.07	5,822,663	26.72
65 and Over	2,794,167	17.48	3,516,480	18.64	5,025,934	23.06
Total	15,982,378	100.00	18,866,687	100.00	21,792,603	100.00

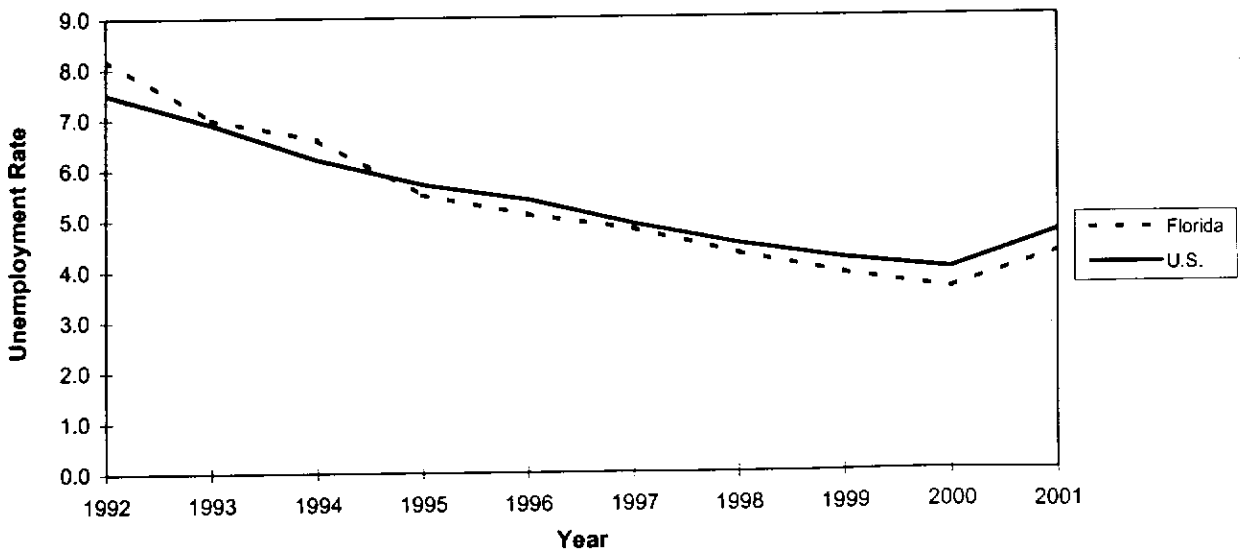
Source: Demographic Estimating Conference Database, updated June 2001. Year 2000 Census data incorporates adjustments for age misreporting provided by the U.S. Bureau of the Census.

Economic Indicators
For the Calendar Years 1992 through 2001

	Unemployment Rate		Personal Income (in millions)		Florida
Year	Florida	U.S.	Florida	U.S.	Population
1992	8.2	7.5	$ 270,834	$ 5,277,213	13,453,188
1993	7.0	6.9	292,534	5,519,213	13,674,233
1994	6.6	6.2	306,658	5,791,772	13,947,982
1995	5.5	5.7	328,067	6,150,786	14,213,992
1996	5.1	5.4	348,849	6,495,248	14,483,236
1997	4.8	4.9	369,729	6,784,000	14,790,750
1998	4.3	4.5	386,653	7,126,127	15,079,174
1999	3.9	4.2	422,576	7,789,655	15,392,503
2000 (1)	3.6	4.0	447,012	8,319,200	16,073,172
2001 (2)	4.3	4.7	472,459	8,735,500	16,410,136

(1) Restated to actual
(2) Forecast
Source: Office of Economic and Demographic Research, Florida Legislature.

Unemployment Rate - Florida and the U.S.
For the Calendar Years 1992 through 2001



Per Capita State Full Faith and Credit Debt
For the Last Ten Fiscal Years
(in dollars)

Year	Population	(1)(2) Primarily Payable From Pledged Revenues	Per Capita
1992	13,453,188	$ 5,179,775,000	$ 385.02
1993	13,674,233	5,594,855,000	409.15
1994	13,947,982	6,074,395,000	435.50
1995	14,213,992	6,823,860,000	480.08
1996	14,483,236	7,390,695,000	510.29
1997	14,790,750	7,892,140,000	533.59
1998	15,079,174	8,703,155,000	577.16
1999	15,392,503	9,260,205,000	601.60
2000 (3)	16,073,172	9,516,040,000	592.04
2001 (4)	16,410,136	9,435,380,000	574.97

(1) Additionally secured by the full faith and credit of the state.
(2) Excludes refunded debt.
(3) Restated from prior year
(4) Population estimate by the Office of Economic and Demographic Research, Florida Legislature.

Ratio of Annual Debt Service Payments for General Bonded Debt to Total Expenditures - All Governmental Fund Types
For the Last Ten Fiscal Years
(in thousands)

Year	Governmental Debt Service Payments(1)	Governmental Fund Type Expenditures(2)	Ratio
1992	$ 460,341	$ 22,591,421	2.04%
1993	461,801	26,792,598	1.72%
1994	462,525	26,832,140	1.72%
1995	547,931	29,685,816	1.85%
1996	706,886	31,442,185	2.25%
1997	750,135	31,494,591	2.38%
1998	668,435	33,373,020	2.00%
1999	696,642	35,095,057	1.99%
2000	717,456	37,675,401	1.90%
2001	737,058	40,939,201	1.80%

(1) Source: State Board of Administration Annual Report.
(2) Governmental fund types include the general, special revenue, capital projects and debt service funds.

Schedules of Revenue Bond Coverages

Transportation Authorities and Toll Facilities
For the Last Ten Fiscal Years
(in thousands)

Year Ended 6/30	Gas Tax	Toll Revenues	Interest Revenue	(1) Expenses	Net Available for Debt Service	Debt (2) Service Payments	Coverage Ratio	
Sunshine Skyway Bridge								
1992	.....	$ 9,381	$ 892	$ 2,041	$ 8,232	$ 2,788	2.95	(3)
1993	.....	9,858	457	2,158	8,157	3,137	2.60	
1994	.....	10,580	419	1,897	9,102	3,135	2.90	
1995	.....	11,457	519	2,642	9,334	3,133	2.98	
1996	.....	11,859	342	4,367	7,834	3,133	2.50	
1997	.....	12,752	334	2,648	10,438	3,138	3.33	
1998	.....	13,312	371	2,810	10,873	3,128	3.48	
1999	.....	13,926	383	3,822	10,487	3,126	3.35	
2000	.....	14,582	418	3,812	11,188	3,125	3.58	
2001	.....	15,300	270	3,243	12,327	3,128	3.94	
Florida Turnpike								
1992	$ 8,209	$ 151,095	$ 8,930	$ 83,122	$ 85,112	$ 63,646	1.34	
1993	.....	167,386	7,732	78,920	96,198	45,420	2.12	
1994	.....	195,324	8,042	79,924	123,442	75,948	1.63	
1995	.....	213,797	2,697	106,318	110,176	44,085	2.50	
1996	.....	243,724	15,695	104,297	155,122	78,005	1.99	
1997	.....	266,481	12,141	101,186	177,436	78,053	2.27	
1998	.....	289,732	15,372	99,821	205,283	97,956	2.10	
1999	.....	310,572	15,409	114,984	210,997	123,698	1.71	
2000	.....	340,380	16,489	123,535	233,334	137,746	1.69	
2001	.....	373,304	20,994	136,329	257,969	131,616	1.96	

(1) Direct operating expenses excluding depreciation, amortization and interest expense.
(2) Source: State Board of Administration Annual Report.
(3) These debt service payments do not include additional payments made for future redemption.

Schedules of Revenue Bond Coverages

Save Our Coast Bonds
For the Last Ten Fiscal Years
(in thousands)

Year Ended 6/30	Available (1) Documentary Stamp Tax	(2) Interest Revenue	Net Available for Debt Service	Debt (2) Service Payments	Coverage Ratio
1992	$ 49,374	$ 1,943	$ 51,317	$ 26,026	1.97
1993	53,330	1,978	55,308	26,042	2.12
1994	67,669	1,808	69,477	25,081	2.77
1995	60,094	1,600	61,694	25,068	2.46
1996	66,995	1,387	68,382	25,085	2.73
1997	216,244	1,715	217,959	25,199	8.65
1998	260,610	1,557	262,167	25,223	10.39
1999	302,064	1,688	303,752	25,137	12.08
2000	337,734	1,731	339,465	25,216	13.46
2001	367,360	906	368,266	25,271	14.57

(1) Refer to Section 201.15, Florida Statutes.
(2) Source: State Board of Administration Annual Report.

Conservation and Recreation Land
For the Last Ten Fiscal Years
(in thousands)

Year Ended 6/30	Available (1) Documentary Stamp Tax	Phosphate (2) Severance	(3) Interest Revenue	Net Available for Debt Service	Debt (3) Service Payments	Coverage Ratio
1992	$ 33,057	$ 10,000	$ 304	$ 43,361	$ 3,234	13.41
1993	35,700	10,000	295	45,995	3,191	14.41
1994	45,299	10,000	299	55,598	3,190	17.43
1995	43,261	10,000	342	53,603	1,165	46.01
1996	48,199	10,000	203	58,402	2,923	19.98
1997	216,244	10,000	205	226,449	2,895	78.22
1998	260,610	10,000	213	270,823	2,871	94.33
1999	302,064	10,000	210	312,274	2,870	108.81
2000	337,734	10,000	219	347,953	2,876	120.99
2001	367,360	10,000	102	377,462	2,894	130.43

(1) Refer to Section 201.15, Florida Statutes.
(2) Refer to Section 211.3103, Florida Statutes.
(3) Source: State Board of Administration Annual Report.

Facilities Management Pool Bonds
For the Last Ten Fiscal Years
(in thousands)

Year Ended 6/30	Revenue	Interest Revenue	Net Available for Debt Service	Debt (1) Service Payments	Coverage Ratio
1992	$ 62,750	$ 2,497	$ 65,247	$ 16,942	3.85
1993	50,105	776	50,881	17,431	2.92
1994	60,913	1,169	62,082	15,836	3.92
1995	63,623	1,482	65,105	19,455	3.35
1996	58,746	1,905	60,651	21,453	2.83
1997	57,247	1,649	58,896	22,749	2.59
1998	61,780	2,326	64,106	23,879	2.68
1999	67,299	1,691	68,990	25,938	2.66
2000	70,147	1,554	71,701	28,546	2.51
2001	76,081	1,751	77,832	31,063	2.51

(1) Source: State Board of Administration Annual Report.

Cash Receipts from Farm Marketing
For Ten Years
(in thousands)

Year	Citrus	Vegetables & Melons	Field Crops	Other Crops*	Total Crops	Milk & Cattle	Poultry & Eggs	Other Livestock	Total Livestock & Prods	Total Farm Receipts
1991	$ 1,590,726	$ 1,557,849	$ 662,613	$ 1,158,149	$ 4,969,337	$ 736,298	$ 277,068	$ 158,287	$ 1,171,653	$ 6,140,990
1992	1,480,585	1,658,050	656,858	1,189,420	4,984,913	744,868	259,678	155,049	1,159,595	6,144,508
1993	1,238,422	1,630,065	621,381	1,058,476	4,548,344	747,998	298,831	154,756	1,201,585	5,749,929
1994	1,465,419	1,397,380	656,537	1,267,010	4,786,346	744,245	291,605	155,774	1,191,624	5,977,970
1995	1,484,703	1,267,464	661,390	1,305,540	4,719,097	653,330	315,237	161,243	1,129,810	5,848,907
1996	1,605,686	1,303,167	679,326	1,354,286	4,942,465	648,288	353,469	186,436	1,188,193	6,130,658
1997	1,376,228	1,565,723	649,387	1,400,218	4,991,556	720,708	353,838	190,295	1,264,841	6,256,397
1998	1,607,610	1,536,371	644,953	1,565,682	5,354,616	717,205	367,313	247,222	1,331,740	6,686,356
1999	1,916,767	1,401,267	684,507	1,472,824	5,475,365	721,448	354,870	287,113	1,363,431	6,838,796
2000	1,665,291	1,455,738	594,310	1,857,754	5,573,093	754,318	336,476	287,209	1,378,003	6,951,096

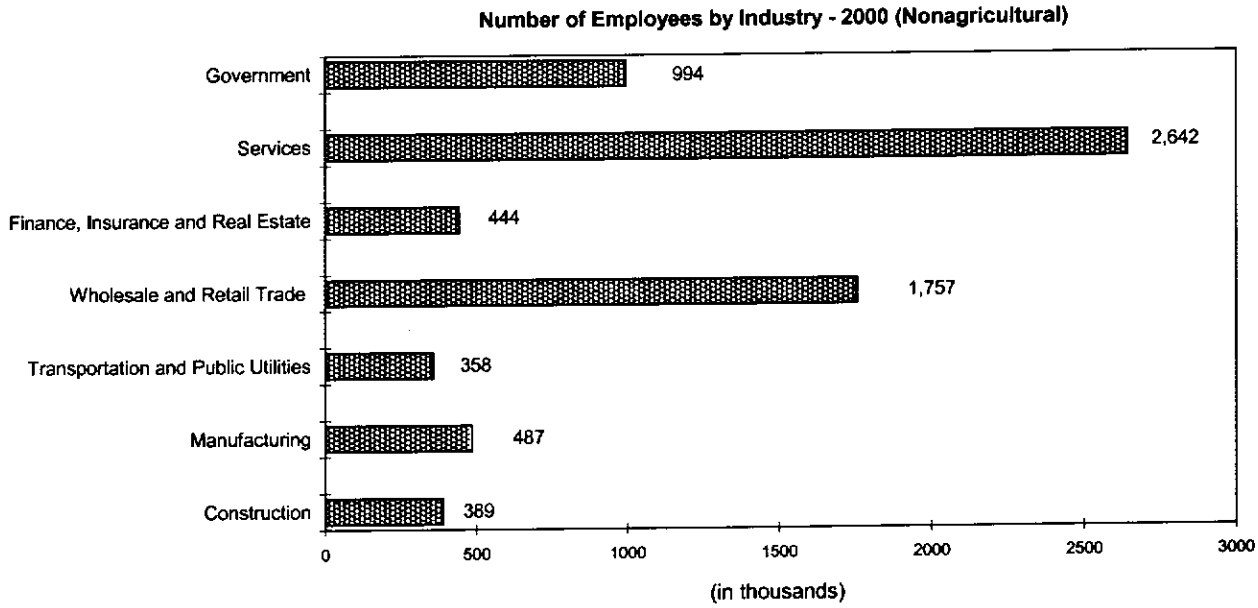
*Forestry products excluded.

Source: Florida Agriculture, U.S. Department of Agriculture, Statistical Reporting Service: Florida Department of Agriculture, Division of Marketing, and University of Florida Agriculture Experiment Station.

Nonagricultural Employment by Industry
For Ten Years
(in thousands)

Year	Mining	Construction	Manufacturing	Transportation and Public Utilities	Wholesale and Retail Trade	Finance, Insurance and Real Estate	Services	Government	Total
1991	8.0	276.4	493.5	273.5	1,391.0	357.0	1,615.2	865.7	5,280.3
1992	7.0	262.8	480.7	272.8	1,409.2	352.0	1,685.0	869.2	5,338.7
1993	6.3	286.7	484.2	285.6	1,452.2	356.6	1,814.3	881.5	5,567.4
1994	7.0	297.5	483.9	295.2	1,506.4	376.0	1,923.9	906.6	5,796.5
1995	6.9	303.6	482.4	303.4	1,547.9	376.4	2,056.1	923.6	6,000.3
1996	6.9	323.5	490.4	314.1	1,607.0	393.8	2,117.6	929.2	6,182.5
1997	6.6	333.1	491.0	327.0	1,651.8	410.0	2,265.3	942.8	6,427.6
1998	6.7	351.3	496.4	336.3	1,683.8	430.3	2,415.2	957.3	6,677.3
1999	6.1	364.9	487.8	349.9	1,721.0	449.1	2,531.1	967.0	6,876.9
2000	6.5	389.2	486.6	357.6	1,757.2	443.5	2,641.8	994.0	7,076.4

Source: Florida Department of Labor and Employment Security, Bureau of Labor Market Information. Current Employment Statistics Program, in cooperation with the U.S. Department of Labor, Bureau of Labor Statistics.



Statistics Regarding State Commercial Banks and Trust Companies
(in thousands)

Year		Number of Banks	Total Assets	Total Capital	Total Loans	Total Deposits
1895		21	$ 1,692	$ 666	$ 943	$ 974
1900		22	4,510	1,006	2,637	3,408
1905		41	14,338	3,222	9,332	10,291
1910		113	27,599	5,607	17,711	20,884
1915		192	42,656	9,811	26,280	30,527
1920		212	114,374	13,272	71,347	95,349
1925		271	539,101	33,427	309,492	501,553
1930		151	92,928	16,422	38,534	70,235
1935		102	64,276	9,768	13,662	53,552
1940		114	116,169	14,233	31,285	101,545
1945		112	450,838	20,135	36,851	430,256
1950		130	619,824	37,603	128,517	580,607
1955		146	1,138,114	67,726	329,340	1,064,763
1960		181	1,781,837	139,368	711,387	1,620,185
1965		243	2,571,685	216,444	1,139,398	2,541,195
1970		282	5,603,445	425,945	2,668,971	4,996,082
1975		449	11,757,147	989,185	5,860,781	10,346,695
1980		358	22,416,088	1,679,111	10,380,658	17,942,643
1981		321	21,303,799	1,609,024	10,423,906	17,991,930
1982		297	20,912,278	1,570,467	9,978,160	18,175,117
1983		274	22,940,431	1,678,551	11,152,310	20,212,039
1984		256	23,186,313	1,636,747	12,568,673	20,319,366
1985		251	24,160,155	1,627,920	13,372,532	21,321,726
1986		241	28,055,385	1,896,402	16,174,559	24,948,817
1987		246	30,362,358	2,136,083	18,647,857	26,683,250
1988		251	31,658,397	2,264,319	19,950,857	27,831,065
1989		258	32,801,720	2,402,253	21,338,510	29,128,762
1990		261	37,247,099	2,587,920	23,452,081	33,324,544
1991		260	39,051,128	2,852,114	23,705,240	35,021,312
1992		256	41,551,323	3,196,327	25,095,945	37,137,219
1993		248	51,271,342	4,265,301	32,194,235	44,490,477
1994		238	58,803,093	4,783,598	38,780,991	50,081,893
1995		224	58,344,123	5,143,296	38,962,040	49,393,436
1996	(1)	238	58,803,093	4,783,598	38,780,991	50,081,893
1997	(1)	180	35,464,125	3,266,522	23,194,221	28,937,982
1998	(2)	166	37,565,723	3,194,845	24,301,914	30,948,982
1999	(2)	182	41,547,418	3,527,556	27,790,873	33,141,500
2000	(2)	183	32,747,606	2,898,730	21,587,117	27,017,949

Does not include nondeposit trust companies or industrial savings banks.

Source: *Annual Report of the Division of Banking*, 1995, Office of the Comptroller.

(1) Information obtained from the Office of the Comptroller's Web Page (Address: http://www.dbf.state.fl.us).

(2) Information obtained from the Division of Banking, Office of the Comptroller.

History of Headcount Enrollments
State University System
Fall 1991 through 2000

	1991	1992	1993	1994	1995	1996	1997	1998	1999	2000
Educational & General:										
University of Florida	32,159	31,922	32,578	32,827	33,394	32,314	33,524	41,652	42,612	44,480
Florida State University	28,093	27,810	27,951	28,794	29,390	29,345	29,629	30,389	32,405	33,587
Florida A & M University	8,801	9,049	9,378	9,650	9,784	10,206	10,477	11,324	11,639	11,723
University of South Florida	31,771	32,467	32,773	33,614	33,829	34,024	31,906	31,555	32,887	33,924
Florida Atlantic University	14,264	14,822	15,760	17,367	17,671	18,350	19,107	19,153	20,032	20,944
University of West Florida	7,943	7,386	7,564	7,716	8,087	7,882	7,855	7,790	7,924	8,218
University of Central Florida	21,267	21,682	23,531	25,363	26,325	27,411	28,302	30,009	31,472	33,453
Florida International University	23,275	22,597	23,832	26,040	27,542	29,098	29,357	30,096	30,979	30,725
University of North Florida	8,504	9,027	9,212	9,777	10,224	10,708	11,116	11,360	11,897	12,417
Florida Gulf Coast University	.....	.....	.....	.....	.....	.....	2,446	2,893	3,134	3,496
Total	176,077	176,762	182,579	191,148	196,246	199,338	203,719	216,221	224,981	232,967
Special Units: (1)										
UF-Institute of Food and Agricultural Sciences (2)	1,748	1,971	2,141	2,403	2,772	3,513	3,981	.....	.....	.....
UF-Health Center and Veterinary Medicine	2,932	2,961	2,965	3,087	3,174	3,845	3,924	1,072	1,074	1,081
USF-Medical Center	1,132	1,202	1,243	1,293	1,286	1,337	1,442	1,477	1,554	1,549
Total Special Units	5,812	6,134	6,349	6,783	7,232	8,695	9,347	2,549	2,628	2,630

(1) Includes medical professionals.
(2) Beginning in Fall 1998, the enrollment for the University of Florida Institute of Food and Agricultural Sciences (IFAS) and non medical professional students at the University of Florida Medical Center were reported in the University of Florida Educational and General enrollment.

Note: Does not include students using an employee or senior citizen fee waiver.

Source: Student data course file enrollment reports, Board of Regents.

Schedule of Revenue Bond Coverages
State University System
For the Last Ten Fiscal Years
(in thousands)

Year	Beginning Fund Balance	Operating Revenue	Expenditures and Transfers	Net Available for Debt Service	Debt Service Payments	Coverage Ratio
1992	$ *168,771	$ 1,722,176	$ 1,724,160	$ 166,787	$ 19,815	8.42
1993	*166,731	1,801,888	1,773,890	194,729	18,644	10.45
1994	*175,085	1,858,262	1,856,779	176,568	20,456	8.63
1995	176,568	1,947,750	1,911,881	212,437	21,456	9.90
1996	212,437	2,170,327	2,137,055	245,709	28,829	8.52
1997	*246,086	2,336,550	2,331,770	250,866	30,017	8.36
1998	250,866	2,554,670	2,472,759	332,777	34,185	9.73
1999	332,777	2,728,414	2,662,151	399,040	39,698	10.05
2000	399,040	2,900,149	2,822,060	477,129	42,434	11.24
2001	477,129	3,212,366	3,116,909	572,586	48,948	11.70

*Adjusted beginning fund balance due to prior period adjustments.

Florida Facts

Date Florida Became Part of the United States	1821
Inception as a State (27th State)	March 3, 1845
First Permanent European Settlement	1565, St. Augustine, by Spain
Form of Government	Legislative-Executive-Judicial
Capitol	Tallahassee

State Symbols

Flower	Orange Blossom
Tree	Sabal Palm
State Marine Mammal	Manatee
Animal	Florida Panther
Freshwater Fish	Largemouth Bass
Saltwater Fish	Sailfish
Bird	Mockingbird

Total Area	58,560 square miles
Land Area	54,252 square miles
Water Area	4,308 square miles
Miles of State Highways	over 12,000 miles
Coastline	1,197 statute miles
Number of Lakes (greater than 10 acres)	about 7,700
Number of Islands (greater than 10 acres)	about 4,500
Highest Natural Point	345 feet above sea level

Recreation

Number of State Parks	150
Area of State Parks	432,444 Acres
Florida's National Parks	Big Cypress, Biscayne, Dry Tortugas, & Everglades
Florida's National Forests	Apalachicola, Ocala, & Osceola
Number of National Wildlife Refuge and National Marine Sanctuaries	13

Source: Florida Departments of State, Agriculture, and Transportation

Florida Comprehensive Annual Financial Report

Robert F. Milligan, Comptroller
Fiscal Year Ended June 30, 2001

Silver Glen Springs

2001

COMPTROLLER'S OFFICE
DEFENDO
STATE OF FLORIDA